## Fiscal Estimate - 2023 Session

☑ Original ☐ Updated	☐ Corrected ☐ Supplem	iental				
LRB Number <b>23-5275/1</b>	Introduction Number SB-082	5				
Description extension of tax incremental district lifespan for purposes of housing stock improvement						
Fiscal Effect						
Appropriations	ease Existing absorb within agency's bu					
Indeterminate  1. ☐ Increase Costs						
Fund Sources Affected  Affected Ch. 20 Appropriations  GPR FED PRO PRS SEG SEGS						
Agency/Prepared By	Authorized Signature	Date				
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## Fiscal Estimate Narratives DOR 1/2/2024

LRB Number 23-	5275/1	Introduction Number	SB-0825	Estimate Type	Original	
Description						
extension of tax incremental district lifespan for purposes of housing stock improvement						

## Assumptions Used in Arriving at Fiscal Estimate

The bill extends the maximum length of a tax increment district (TID) life extension for housing stock improvement from one year to three years. For any extension of more than one year, the other taxing jurisdictions must approve the extension. Under current law, a city or village is required to use 75 percent of the tax increments received during the extension period to benefit affordable housing in the city or village and 25 percent to otherwise improve the city's or village's housing stock.

The bill would have an indeterminate fiscal effect on tax increment districts; the department does not have information on the number of TIDs that may choose a housing stock extension. For TIDs with approved extensions, the bill would result in additional revenues and expenditures.

The department does not have any administrative costs.

**Long-Range Fiscal Implications**