

HB 1397 -- County Special Allocation Fund

Sponsor: Roorda

Currently, for redevelopment plans and projects adopted or approved after August 31, 1991, the amount of additional tax revenue that is paid by a municipality into the special allocation fund is determined by the difference between the tax revenue generated by economic activity in the redevelopment project area and the tax revenue generated by economic activity in the redevelopment project area in the year before the adoption of the redevelopment project. This bill specifies that the base calendar year amount will be calculated as if the economic activity tax had been in effect the year before the adoption of the redevelopment project if a political subdivision had no economic activity tax in effect in the calendar year before the adoption of the redevelopment project but subsequently imposes one.

Currently, ambulance districts and fire protection districts providing emergency services are reimbursed from the special allocation fund for at least 50%, but not more than 100%, of the district's tax increment. The bill requires an ambulance district board or fire protection district board to set the refund amount rate before the assessment is paid into the special allocation fund.