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FISCAL IMPACT REPORT

ORIGINAL DATE 1/18/17

SPONSOR Rodriguez LAST UPDATED _____ HB _____

SHORT TITLE Notification of TIDD to County Treasurers SB 67

ANALYST Clark

REVENUE (dollars in thousands)

Estimated Revenue					Recurring or Nonrecurring	Fund Affected
FY17	FY18	FY19	FY20	FY21		
No Fiscal Impact	No Fiscal Impact	No Fiscal Impact	No Fiscal Impact	No Fiscal Impact		

Parenthesis () indicate revenue decreases

SOURCES OF INFORMATION

LFC Files

SUMMARY

Synopsis of Bill

Senate Bill 67 requires the relevant county treasurer be notified of the formation of any tax increment development district (TIDD) within that county. There is no effective date of this bill. It is assumed that the effective date is 90 days after this session ends.

FISCAL IMPLICATIONS

There is no fiscal impact.

SIGNIFICANT ISSUES

The bill adds county treasurer to the following list of entities already required to be notified of TIDD formations:

- (1) the county assessor and the clerk of the county in which the district is located;
- (2) the school district within which any portion of the property located within a tax increment development area lies;
- (3) any other taxing entities within which any portion of the property located within a tax increment development area lies;
- (4) the Taxation and Revenue Department;
- (5) the Local Government Division of the Department of Finance and Administration; and

(6) the director of the Legislative Finance Committee.

The addition of county treasurer to the list seems appropriate, particularly given the potential impact on county revenues.

Does the bill meet the Legislative Finance Committee tax policy principles?

1. **Adequacy:** Revenue should be adequate to fund needed government services.
2. **Efficiency:** Tax base should be as broad as possible and avoid excess reliance on one tax.
3. **Equity:** Different taxpayers should be treated fairly.
4. **Simplicity:** Collection should be simple and easily understood.
5. **Accountability:** Preferences should be easy to monitor and evaluate

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