

REDEVELOPMENT AGENCY CHANGES

2004 GENERAL SESSION

STATE OF UTAH

Sponsor: David L. Thomas

LONG TITLE

General Description:

This bill modifies the Redevelopment Agencies Act to address the combined incremental value.

Highlighted Provisions:

This bill:

- ▶ modifies the definition of "combined incremental value" to exclude areas located within a federal military installation ordered closed by the Defense Base Realignment and Closure Commission; and
- ▶ makes technical changes.

Monies Appropriated in this Bill:

None

Other Special Clauses:

None

Utah Code Sections Affected:

AMENDS:

17B-4-503, as enacted by Chapter 133, Laws of Utah 2001

Be it enacted by the Legislature of the state of Utah:

Section 1. Section **17B-4-503** is amended to read:

17B-4-503. Combined incremental value -- Restriction against adopting project area budget -- Taxing entity committee may waive restriction.

(1) For purposes of this section:

(a) "Adjusted tax increment" means:

(i) for tax increment under a pre-July 1, 1993 project area plan, tax increment under Section 17B-4-1003, excluding tax increment under Subsection 17B-4-1003(3); and

(ii) for tax increment under a post-June 30, 1993 project area plan, tax increment under Section 17B-4-1004, excluding tax increment under Subsection 17B-4-1004(3).

(b) "Combined incremental value" means the combined total of all incremental values from all project areas, except a military installation project area, within the agency's boundaries under adopted project area plans and adopted project area budgets at the time that a project area budget for a new project area is being considered.

(c) "Incremental value" means a figure derived by multiplying the marginal value of the property located within a project area on which tax increment is collected by a number that represents the percentage of adjusted tax increment from that project area that is paid to the agency.

(d) "Marginal value" means the difference between actual taxable value and base taxable value.

(e) "Military installation project area" means a project area or a portion of a project area located within a federal military installation ordered closed by the federal Defense Base Realignment and Closure Commission.

~~(e)~~ (f) "Taxable value" means the value of property as shown on the last equalized assessment roll as certified by the county assessor.

(2) (a) Except as provided in Subsection (2)(b), an agency may not adopt a project area budget if, at the time the project area budget is being considered, the combined incremental value for the agency exceeds 10% of the total taxable value of property within the agency's boundaries in the year that the project area budget is being considered.

(b) A taxing ~~agency~~ entity committee may waive the restrictions imposed by Subsection (2)(a).