

493 receive the information that an agency is required to submit under Subsection (4), the office
 494 shall:

495 (i) refer the noncompliant agency to the state auditor for review; and

496 (ii) post a notice on the office website identifying the noncompliant agency and
 497 describing the agency's noncompliance.

498 (b) If the office does not receive a report an agency is required to submit under
 499 Subsection (5), the office shall refer the noncompliant agency to the state auditor for review.

500 (c) If, for two consecutive years, the office does not receive information an agency is
 501 required to submit under Subsection (4):

502 (i) the office shall ~~§~~ , no later than July 31 of the second consecutive year, ~~§~~ notify
 502a the auditor and treasurer of the county in which the
 503 noncompliant agency is located of the agency's noncompliance; and

504 (ii) upon receiving the notice described in Subsection (9)(c)(i), the county treasurer
 505 shall withhold from the agency 20% of the amount ~~§~~ of tax increment ~~§~~ the agency is
 505a otherwise entitled to receive

506 ~~§~~ [under an interlocal agreement with a taxing entity for the sharing of tax increment,] ~~§~~ until
 506a the

507 office notifies the county auditor and treasurer that the agency has complied with the
 508 requirement of Subsection ~~§~~ [(5)] (4). ~~§~~

509 Section 4. Section **17C-1-702** is amended to read:

510 **17C-1-702. Project area dissolution.**

511 (1) Regardless of when a project area funds collection period ends, the project area
 512 remains in existence until:

513 (a) the agency adopts a resolution dissolving the project area; and

514 (b) the community legislative body adopts an ordinance dissolving the project area.

515 (2) The ordinance described in Subsection (1)(b) shall include:

516 (a) the name of the project area; and

517 (b) a project area map or boundary description.

518 (3) Within 30 days after the day on which the community legislative body adopts an
 519 ordinance described in Subsection (1)(b), the community legislative body shall:

520 (a) submit a copy of the ordinance to the county recorder of the county in which the
 521 dissolved project area is located; and

522 (b) mail or electronically submit a copy of the ordinance to the county auditor, the State
 523 Tax Commission, the State Board of Education, and each taxing entity that levies or imposes a