

House Amendment 1633

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1 1 Amend Senate File 344, as amended, passed, and
1 2 reprinted by the Senate, as follows:
1 3 #1. Page 48, by inserting after line 32 the
1 4 following:
1 5 <DIVISION _____
1 6 TARGETED JOBS WITHHOLDING AGREEMENTS
1 7 Sec. _____. Section 403.19A, subsection 3, paragraph
1 8 c, Code 2009, is amended to read as follows:
1 9 c. (1) The pilot project city shall enter into a
1 10 withholding agreement with each employer concerning
1 11 the targeted jobs withholding credit. The withholding
1 12 agreement shall provide for the total amount of
1 13 withholding tax credits awarded. An agreement shall
1 14 not provide for an amount of withholding credits that
1 15 exceeds the amount of the qualifying investment made
1 16 in the project. However, an An agreement shall not be
1 17 entered into by a pilot project city with a business
1 18 currently located in this state unless the business
1 19 either creates ten new jobs or makes a qualifying
1 20 investment of at least five hundred thousand dollars
1 21 within the urban renewal area. The withholding
1 22 agreement may have a term of up to ten years. An
1 23 employer shall not be obligated to enter into a
1 24 withholding agreement.
1 25 (2) The pilot project city shall not enter into a
1 26 withholding agreement after June 30, ~~2010~~ 2013.
1 27 Sec. _____. Section 403.19A, subsection 3, paragraph
1 28 j, Code 2009, is amended by striking the paragraph and
1 29 inserting in lieu thereof the following:
1 30 j. (1) A pilot project city entering into a
1 31 withholding agreement shall arrange for matching local
1 32 financial support for the project. The local match
1 33 required under this paragraph "j" shall be in an
1 34 amount equal to one dollar for every dollar of
1 35 withholding credit received by the pilot project city.
1 36 (2) For purposes of this paragraph "j", "local
1 37 financial support" means cash or in-kind contributions
1 38 to the project from a private donor, a business, or
1 39 the pilot project city.
1 40 (3) If the project, when completed, will increase
1 41 the amount of property tax revenues collected by the
1 42 pilot project city by an amount equal to at least ten
1 43 percent of the amount of withholding credit dollars
1 44 received by the pilot project city, then the pilot
1 45 project city shall itself contribute at least ten
1 46 percent of the local match amount computed under
1 47 subparagraph (1).
1 48 (4) If the project, when completed, will not
1 49 increase the amount of property tax revenues collected
1 50 by an amount at least equal to ten percent of the
2 1 amount of withholding credit dollars received by the
2 2 pilot project city, then the pilot project city shall
2 3 not be required to make a contribution to the local
2 4 match.
2 5 (5) A pilot project city's contribution, if any,
2 6 to the local match may include the dollar value of any
2 7 tax abatement provided by the city to the business for
2 8 new construction.>
2 9 #2. Title page, line 1, by inserting after the
2 10 word <to> the following: <economic development by
2 11 providing for additional local match requirements of
2 12 targeted jobs withholding tax credit agreements and by
2 13 changing>.
2 14 #3. By renumbering as necessary.
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2 17
2 18 RANTS of Woodbury
2 19 SF 344.511 83
2 20 tw/rj/24513