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**SF 514** – Brownfields Redevelopment Tax Credit (LSB 1682SZ)  
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Fiscal Note Version – New

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**Description**

**Senate File 514** makes changes to the Brownfields Redevelopment Tax Credit Program created in HF 2687 (Brownfields Redevelopment Act of 2008). Additional tax credits are authorized for the Program beginning in FY 2012 and the Department of Economic Development is directed to allocate at least \$5.0 million annually from the existing aggregate dollar cap on awards issued under specified programs.

Some Program changes under the Bill are effective January 1, 2011. The additional annual tax credits are effective July 1, 2011 (FY 2012).

**Assumptions**

- At least \$5.0 million of annual demand will exist for the new tax credits.
- For FY 2012 and succeeding fiscal years, the Department of Economic Development will fully allocate the \$120.0 million in tax credits available under Code Section 15.119, with or without the addition of the new tax credits authorized in this Bill.

**Fiscal Impact**

Allowing additional tax credits under the Brownfields Redevelopment Tax Credit Program will not increase overall tax credits awarded since the new tax credits are placed under the Department of Economic Development tax credit annual cap and this Fiscal Note assumes the Department will reach that cap in FY 2012 and beyond, with or without the addition of the Brownfields Program.

**Sources**

Department of Revenue  
Department of Economic Development

/s/ Holly M. Lyons

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March 29, 2011

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The fiscal note for this bill was prepared pursuant to [Joint Rule 17](#) and the correctional and minority impact statements were prepared pursuant to Code [Section 2.56](#). Data used in developing this fiscal note is available from the Fiscal Services Division of the Legislative Services Agency upon request.

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