

JAN 10 1996  
WAYS AND MEANS

HOUSE FILE **2043**  
BY DAGGETT

(COMPANION TO LSB 3328SS  
BY BOSWELL)

Passed House, Date \_\_\_\_\_ Passed Senate, Date \_\_\_\_\_  
Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_  
Approved \_\_\_\_\_

A BILL FOR

1 An Act relating to increasing the maximum family income which may  
2 be considered for purposes of tax increment financing for  
3 housing.

4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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*HF 2043*

1 Section 1. Section 403.17, subsection 13, Code 1995, is  
2 amended to read as follows:

3 13. "Low or moderate income families" means those  
4 families, including single person households, earning no more  
5 than eighty one hundred twenty percent of the higher of the  
6 median family income of the county or the statewide  
7 nonmetropolitan area as determined by the latest United States  
8 department of housing and urban development, section 8 income  
9 guidelines.

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EXPLANATION

11 This bill changes the definition of low and moderate income  
12 families for purposes of urban renewal from those families  
13 with incomes of 80 percent or less of the median family income  
14 as determined by the United States department of housing and  
15 urban development (HUD) to those families with incomes of 120  
16 percent or less of the HUD guidelines. Median family income  
17 continues to be based on the higher of the median family  
18 income in the county or the statewide nonmetropolitan area.  
19 Because tax increment financing for housing is limited to low  
20 and moderate income housing, this change has the effect of  
21 increasing the maximum price of housing which may be built  
22 through tax increment financing.

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