

FEB 28 1996
WAYS AND MEANS

HOUSE FILE 2394
BY WEIGEL

Passed House, Date _____ Passed Senate, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act relating to taxation of residential property in an urban
2 renewal area.

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

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HF 2394

1 Section 1. Section 403.19, Code 1995, is amended by adding
2 the following new subsection:

3 NEW SUBSECTION. 8. For fiscal years beginning on or after
4 July 1, 1997, the tax revenues to be deposited in the special
5 fund from that portion of the assessed value defined in
6 subsection 2, of property assessed as residential property,
7 shall be limited to the tax revenues from any levy on the
8 first two hundred thousand dollars of improvements to each
9 parcel of such residential property. Any value of such
10 property in excess of two hundred thousand dollars shall be
11 included in the valuation defined in section 403.19,
12 subsection 1.

13 EXPLANATION

14 This bill provides that the amount of residential property
15 valuation increase for residential property located in an
16 urban renewal area which may be used to pay debt obligations
17 for the urban renewal area is limited to the tax levied
18 against the first \$200,000 of improvements to the property.
19 The amount of valuation in excess of \$200,000 shall be part of
20 the base valuation levied against by the city, county, and
21 school district.

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