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SENATE FILE 2028

BY BOSWELL

(COMPANION TO LSB 3328HH

BY DAGGETT)

Passed Senate, Date _____ Passed House, 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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S.F. 2028

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.

10 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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