

Senate File 16 - Introduced

SENATE FILE 16

BY D. JOHNSON

A BILL FOR

1 An Act relating to the division and allocation of property
2 taxes levied against wind energy conversion property located
3 in an urban renewal area and including effective date
4 provisions.

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

1 Section 1. Section 403.19, subsection 1, Code 2017, is
2 amended by adding the following new paragraph:

3 NEW PARAGRAPH. *oc.* (1) For the purpose of allocating
4 taxes levied by or for any taxing district, and notwithstanding
5 any provision to the contrary, taxes levied on or after the
6 effective date of this Act against wind energy conversion
7 property as defined in section 427B.26 and located in an urban
8 renewal area established on or after the effective date of
9 this Act or located on territory added to an existing urban
10 renewal area on or after the effective date of this Act shall
11 be allocated to and when collected paid into the funds for the
12 respective taxing districts in the same manner as all other
13 property taxes.

14 (2) For the purpose of allocating taxes levied by or for
15 any taxing district, and notwithstanding any provision to
16 the contrary, taxes levied on or after the effective date of
17 this Act against wind energy conversion property as defined in
18 section 427B.26 that was first assessed for taxation twenty or
19 more years before the assessment year for which taxes are being
20 levied shall be allocated to and when collected paid into the
21 funds for the respective taxing districts in the same manner as
22 all other property taxes.

23 Sec. 2. EFFECTIVE UPON ENACTMENT. This Act, being deemed of
24 immediate importance, takes effect upon enactment.

25 EXPLANATION

26 The inclusion of this explanation does not constitute agreement with
27 the explanation's substance by the members of the general assembly.

28 Code section 403.19 authorizes municipalities to provide
29 by ordinance for the division of property tax revenue (tax
30 increment financing) collected against property located within
31 an urban renewal area. This bill provides that property taxes
32 levied on or after the effective date of the bill against wind
33 energy conversion property located in an urban renewal area
34 established on or after the effective date of the bill or
35 located on territory added to an existing urban renewal area

1 on or after the effective date of the bill shall be allocated
2 to and when collected paid into the funds for the respective
3 taxing districts in the same manner as all other property
4 taxes.

5 The bill also provides that taxes levied on or after the
6 effective date of the bill against wind energy conversion
7 property that was first assessed for taxation 20 or more years
8 before the assessment year for which taxes are being levied,
9 shall be allocated to and when collected paid into the funds
10 for the respective taxing districts in the same manner as all
11 other property taxes.

12 The bill takes effect upon enactment.