

Senate File 2440 - Introduced

SENATE FILE 2440

BY COMMITTEE ON LOCAL GOVERNMENT

(SUCCESSOR TO SSB 3136)

A BILL FOR

- 1 An Act relating to the permissible uses of certain school
- 2 district property tax revenue for urban renewal projects and
- 3 including effective date provisions.
- 4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

unofficial

1 Section 1. Section 403.19, subsection 10, Code 2026, is
2 amended by adding the following new paragraph:

3 NEW PARAGRAPH. c. School district foundation property taxes
4 levied under section 257.3 and deposited into the special fund
5 as the result of a division of revenue under this section shall
6 not be expended for or otherwise used in connection with an
7 urban renewal project approved on or after January 1, 2025,
8 that in whole or in part includes the planning, construction, or
9 operation of a stadium or arena primarily intended for use by one
10 or more professional sports teams.

11 Sec. 2. EFFECTIVE DATE. This Act, being deemed of immediate
12 importance, takes effect upon enactment.

13 EXPLANATION

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

16 Iowa's urban renewal law under Code chapter 403 authorizes
17 the division of revenue (tax increment financing). This bill
18 provides that school district foundation property taxes levied
19 under Code section 257.3 and deposited into a municipality's
20 special fund as the result of a division of revenue shall not
21 be expended for or otherwise used in connection with an urban
22 renewal project approved on or after January 1, 2025, that
23 in whole or in part includes the planning, construction, or
24 operation of a stadium or sports arena primarily intended for use
25 by one or more professional sports teams.

26 The bill takes effect upon enactment.