

# HOUSE RESEARCH

## Bill Summary

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**Subject:** TIF - City of Centerville

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This bill exempts all redevelopment tax increment financing (TIF) districts in the city of Centerville from making fiscal disparities contributions.

**Background information.** Since enactment of the 1979 TIF Act, all TIF districts have been required to contribute to fiscal disparities. The city has the option of making this contribution either by (1) using increment from the TIF district, which reduces the amount available to pay project costs, or (2) increasing taxes on all taxpayers in the city, county, and school district to make the contribution. Prior to enactment of the 1979 Act, housing and redevelopment TIF district were exempt from making fiscal disparities contributions. The last of these pre-1979 districts are required to be decertified in 2009.