Overview

This bill waives the local contribution requirement for a housing district in the city of Plymouth. Under general law, the city would be required to contribute an amount for project costs equal to 10 percent of the increment for the district.

1 Plymouth housing district; waiver of local contribution. Waives the requirement that the city of Plymouth make a local contribution for TIF district No. 7-5A. This district is a housing district for which the city has elected to make a local contribution to avoid the state aid offset. Under general law, the city would be required to make a local contribution to the project costs equal to 10 percent of the increment. (Qualified housing districts are exempt for state aid offset. To be qualified, a district must meet the requirements for the federal low income housing credit. This district includes owner occupied housing and, thus, could not qualify.)

The bill allows the city to use increment to pay the project costs budgeted to be paid with local contributions without an amendment to the TIF plan. The bill is effective upon local approval by the city of Plymouth.