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| Subject: | Increasing the city aid base (LGA) payment to the city of Pine Island |
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1 **City aid base.** Permanently increases the city aid base or "grandfathered" portion of a city's LGA payment by \$102,000 beginning in 2000 if the city meets the following criteria: its 1997 population is greater than 2,000;

its net tax capacity used in calculating its 1999 LGA is less than \$455 per capita;

its net levy used in calculating its 1999 LGA is more than \$195 per capita; and

the total 1999 LGA it is certified to receive is less than 38 percent of its total "unmet need" as determined by the LGA formula.

The maximum *increase* in total LGA that the city may get in one year is also increased by \$102,000 for calendar year 2000. Only the city of Pine Island meets all four criteria.

2 Effective date.