

HOUSE RESEARCH

Bill Summary

FILE NUMBER: H.F. 104
Version: As introduced

DATE: February 5, 1999

Authors: Hackbarth

Subject: Increasing the city aid base (LGA) payment to the city of St. Francis

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- 1 **City aid base.** Permanently increases the city aid base or "grandfathered" portion of a city's LGA payment by \$300,000 beginning in 2000 if the city meets the following criteria:
 - its 1997 population is greater than 2,500;
 - its net tax capacity used in calculating its 1999 LGA is less than \$650 per capita;
 - its percent of housing built before 1940, as reported in the 1990 census, is greater than 12 percent;
 - the total 1999 LGA it is certified to receive is less than 20 percent of its total "unmet need" as determined by the LGA formula; and
 - it's city aid base, or grandfathered portion, of its 1999 LGA is less than \$7 per capita.

The maximum *increase* in total LGA that the city may get in one year is also increased by \$300,000 for calendar year 2000. Only the city of St. Francis meets all five criteria.

- 2 **Effective date.**