

HOUSE RESEARCH

Bill Summary

FILE NUMBER: H.F. 1601

DATE: April 4, 2013

Version: With author's amendment H1601A1

Authors: Peppin

Subject: Fiscal disparities program; modifying contribution formula

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H.F. 1601 provides that any municipality that owns and operates its own municipal wastewater treatment plant cannot be required to contribute more than 10 percent of its net tax capacity to the areawide tax base.

[Background. Municipalities are required to contribute 40 percent of their growth in commercial-industrial net tax capacity since 1971 to the areawide pool. Under this proposal, that contribution would be capped at 10 percent of the jurisdiction's total net tax capacity for any municipality that operates its own municipal wastewater treatment plant.]