

HB 701 -- Tax Increment Financing

Sponsor: Richard

Currently, up to 50% of the new state revenues generated by state tax increment financing (TIF) projects may be appropriated to the Missouri Supplemental TIF Fund. These funds can be distributed to municipalities with approved TIF project plans. At no time can the aggregate annual appropriation exceed \$15 million. This bill specifies that at no time can the annual amount approved for disbursement from the fund together with the annual amount approved for disbursement from the State Supplemental Downtown Development Fund exceed \$150 million.

Currently, all personnel and other costs incurred by the Department of Economic Development for the administration and operation of the Missouri Supplemental TIF Fund must be paid from general revenue and reimbursed by the TIF projects' developers. This requirement is removed; however, the state can still ask that the reasonably incurred expenses of the departments of Economic Development and Revenue for the administration of the TIF projects be reimbursed from the revenues deposited into the Missouri Supplemental TIF Fund.