

HB 1256 -- Tax Increment Financing

Sponsor: Flook

This bill changes the laws regarding tax increment financing. In its main provisions, the bill:

- (1) Increases the amount of new state revenue approved for disbursement from the Missouri Supplemental Tax Increment Financing Fund from \$32 million to \$50 million annually;
- (2) Specifies how the incremental increase in the general revenue portion of state sales tax revenues received in the redevelopment project area will be calculated; and
- (3) Specifies that in no event will the incremental increase include any amounts attributable to retail sales generated by businesses that were not located in the project area in the calendar year prior to the municipality's adoption of an ordinance approving the redevelopment project unless the municipality has proven to the Department of Economic Development that they do not consist of sales displaced from existing Missouri businesses. Currently, both the Missouri Development Finance Board and the department must make the same finding.