

BILL SUMMARY
1st Session of the 60th Legislature

Bill No.:	HB 1069
Version:	Introduced
Request Number:	10536
Author:	Rep. Gann
Date:	2/10/2025
Impact:	\$0

Research Analysis

HB1069, as introduced, removes references to blighted areas from the definition of *reinvestment area* as it relates to the Local Development Act. The measure also changes the process to approve a new tax increment district (TIF). Instead of a majority vote of the governing body, the measure requires a majority vote of the voters in the affected jurisdictions to approve the district.

The measure also removes all exemptions from the Open Meetings Act for the review committee and prohibits members of the review committee from accepting anything of value from an entity that would benefit directly or indirectly from the formation of a TIF district. Furthermore, the measure establishes continuing education requirements for review committee members and requires the committee to obtain third party opinions from legal and financial advisors.

Prepared By: Quyen Do

Fiscal Analysis

HB 1069 modifies the Local Development Act by revising definitions related to reinvestment areas, removing references to "blighted" areas and instead focusing on underdeveloped or unproductive locations. The measure further provides certain new requirements for review committees. Additionally, the measure requires jurisdictional voter approval for creating a district, plan, or project, with a majority vote necessary for implementation. The measure also mandates that local taxing jurisdictions must separately approve the formation of an increment district, and if they do not approve, they will not be included in the district or have their tax revenues apportioned. The changes aim to increase transparency and voter involvement, and do not mandate any action or expenditure by a state agency. Therefore, the measure is not anticipated to have a direct fiscal impact on the state budget or appropriations.

Prepared By: Zach Lein, House Fiscal Staff

Other Considerations

None.