

DEPARTMENT OF TAXATION

2024 Fiscal Impact Statement

1. **Patron** C.E. Cliff Hayes, Jr.

3. **Committee** Passed House and Senate

4. **Title** Establishment of Tax Assessment Districts;
Petition by Parcel Owners

2. **Bill Number** HB 1211

House of Origin:

 Introduced

 Substitute

 Engrossed

Second House:

 In Committee

 Substitute

 X **Enrolled**

5. **Summary/Purpose:**

This bill would permit the owners of three-fourths of the affected parcels of land to petition a city or town for the establishment of a tax assessment district.

Under current law, three-fourths of the owners of land within the affected area can petition a city or town for the establishment of a tax assessment district.

If enacted during the regular session of the 2024 General Assembly, this bill would become effective July 1, 2024.

6. **Budget amendment necessary:** No.

7. **Fiscal Impact Estimates are:** Not available. (See Line 8.)

8. **Fiscal implications:**

Administrative Costs

Localities may experience an unknown impact on administrative costs. This bill would have no impact on state administrative costs.

Revenue Impact

Localities may experience an unknown revenue impact from this bill. This bill would have no impact on state revenues.

9. **Specific agency or political subdivisions affected:**

All localities

10. **Technical amendment necessary:** No.

11. **Other comments:**

Tax Assessment Districts

Localities may impose additional taxes or assessments within tax assessment districts for the purposes building local improvements such as sidewalks, alleys, water management facilities, retaining walls, curbs, gutters, waterlines, streetlights, canopies, benches, and waste receptacles. Further improvements may be authorized depending on locality.

These specified districts may be created by the locality or by the petition of the landowners within the district. Within cities and towns, three-fourths of the affected landowners within the district may petition for the creation of a tax assessment district.

Proposal

This bill would permit the owners of three-fourths the affected parcels of land to petition a city or town for the establishment of a tax assessment district.

If enacted during the regular session of the 2024 General Assembly, this bill would become effective July 1, 2024.

cc : Secretary of Finance

Date: 3/6/2024 VB
HB1211FER161