

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

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FISCAL IMPACT STATEMENT

LS 7020
BILL NUMBER: SB 295

NOTE PREPARED: Jan 29, 2024
BILL AMENDED: Jan 25, 2024

SUBJECT: Indiana Economic Development Corporation.

FIRST AUTHOR: Sen. Buchanan
FIRST SPONSOR:

BILL STATUS: 2nd Reading - 1st House

FUNDS AFFECTED: X GENERAL
DEDICATED
FEDERAL

IMPACT: State & Local

Summary of Legislation: *Appointment:* The bill provides for appointment to the board of the Indiana Economic Development Corporation (IEDC) of two nonvoting, advisory members who are members of the General Assembly.

Written Notice: The bill requires the IEDC, before purchasing land in a county that exceeds 100 acres, to first give notice to the county or municipality, or both, in which the land is located not later than 30 days before the closing date for the purchase.

Property Tax: The bill provides that a school corporation that receives a transfer of incremental property tax revenue from a local innovation development district (IDD) fund may use those funds with no restrictions or specified uses.

Effective Date: July 1, 2024.

Explanation of State Expenditures: *Appointment:* The bill adds two members of the General Assembly to the IEDC board, appointed by the Speaker of the House of Representatives and President Pro Tempore of the Senate. The legislative members of the board would receive the same per diem, mileage, and travel allowances paid to legislative members of interim study committees. These expenses would be paid from the appropriation made to the Legislative Council or the Legislative Services Agency.

Written Notice: The bill requires the IEDC, before purchasing land in a county that exceeds 100 acres, to first give written notice to the county or municipality, or both, in which the land is located not later than 30 days before the closing date for the purchase. The requirement of written notice can be implemented within

existing resource levels.

Explanation of State Revenues:

Explanation of Local Expenditures: *Property Tax:* Current law requires incremental taxes that are distributed from the innovation fund to taxing units in an IDD to be deposited into the units' general funds. This provision permits school corporations to spend their share of this revenue without restriction or specification.

Explanation of Local Revenues:

State Agencies Affected: Indiana Economic Development Corporation; General Assembly.

Local Agencies Affected: Local taxing units.

Information Sources:

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