STATE OF WYOMING

HOUSE BILL NO. HB0237

Local impact assistance payments-2.

Sponsored by: House Appropriations Committee

A BILL

for

1 AN ACT relating to impact assistance payments; amending 2 requirements related to impact assistance payments as specified; providing applicability; and providing for an 3 effective date. 4 5 б Be It Enacted by the Legislature of the State of Wyoming: 7 8 **Section 1.** W.S. 39-15-111(c) and (d) by creating a 9 new paragraph (iii) and 39-16-111(d) and (e) by creating a 10 new paragraph (iii) are amended to read: 11 12 39-15-111. Distribution. 13 14 (c) If any person commences after the effective date 15 of this act to construct an industrial facility, as that 16 term is defined in W.S. 35-12-102, under a permit issued

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1 pursuant to W.S. 35-12-106, or if the federal or state 2 government commences to construct any project within this 3 state with an estimated construction cost as specified in 4 the definition of industrial facility in W.S. 35-12-102 the department of revenue shall thereafter pay to the county 5 treasurer and the county treasurer will distribute to the б county, cities and towns of that county in which the 7 8 industrial facility or project is located, impact 9 assistance payments the monies available from under 10 paragraph (b)(i) of this section. Each payment to the 11 county treasurer shall be equal to an amount determined by 12 the industrial siting council under this subsection and 13 shall continue during the period of construction except that in the case of an industrial facility or a federal or 14 15 state government project which is expected to continue in 16 phases for an indefinite period of time, the department of 17 revenue shall discontinue payments under this section when construction of any phase has ceased or been substantially 18 completed for twelve (12) consecutive months. The person 19 20 constructing the industrial facility and the counties 21 affected by the construction of the industrial facility shall provide evidence at the public hearing held pursuant 22 to W.S. 35-12-110(f)(i) of the mitigated and unmitigated 23

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1 impacts that the construction will have on the counties, 2 cities and towns determined by the industrial siting 3 council to be affected by the construction of the 4 industrial facility. The industrial siting council shall 5 review the evidence of the impacts and determine, applying a preponderance of evidence standard, the dollar amount of 6 the unmitigated impacts. The council shall state, in the 7 8 order issued under W.S. 35-12-113(a), the total dollar 9 amount of the impact assistance payment and the reasons for 10 determining that amount include specific findings of fact 11 detailing the basis for its dollar amount determination. 12 The impact assistance payment shall be distributed by the 13 department of revenue in an amount and on a schedule determined by the council, based on evidence presented at 14 15 the hearing. Under no circumstances shall the total dollar 16 amount of the impact assistance payment exceed two and 17 seventy-six hundredths percent (2.76%) two percent (2%) of 18 the total estimated material costs of the facility, as 19 those costs are determined by the council. The impact 20 assistance payments shall be distributed to the county 21 treasurer and the county treasurer will distribute to the county and to the cities and towns therein based on a ratio 22 23 established by the industrial siting council during a

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1 public hearing held in accordance with W.S. 2 35-12-110(f)(i). In determining the distribution ratio, 3 the industrial siting council may consider the extent and 4 location of the unmitigated impacts, the populations of the affected counties, cities and towns and any other equitable 5 The industrial siting council shall review the 6 factors. distribution ratio for construction projects on a regular 7 8 basis and make appropriate adjustments. A governing body 9 which is primarily affected by the facility, or any person 10 issued a permit pursuant to W.S. 35-12-106, may petition 11 the industrial siting council for review and adjustment of 12 the distribution ratio or the amount of the impact 13 assistance payment upon a showing of good cause. The impact assistance payment shall be in addition to all other 14 distributions under this section, but no impact assistance 15 16 payment shall be made for any period in which the county or 17 counties are not imposing at least a one percent (1%) tax authorized by W.S. 39-15-204(a)(i) and 39-16-204(a)(i) or 18 at least a total of a two percent (2%) sales tax authorized 19 20 under W.S. 39-15-204(a)(i), (iii) and (vi) and at least a 21 total of a two percent (2%) use tax authorized under W.S. 39-16-204(a)(i), (ii) 22 and (v). For purposes of this 23 subsection, the industrial facility or federal or state

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1 government project will be deemed to be located in the 2 county in which a majority of the construction costs will 3 be expended, provided that upon a request from the county 4 commissioners of any adjoining county to the industrial siting council, the council may determine that the social 5 and economic impacts from construction of the industrial 6 7 facility or federal or state government project upon the 8 adjoining county are significant and establish the ratio of impacts between the counties and certify that ratio to the 9 department of revenue who will thereafter distribute the 10 11 impact assistance payment to the counties pursuant to that 12 ratio. The industrial siting council shall adopt rules as necessary to implement this subsection. 13 14 (d) As used in subsection (c) of this section: 15 16 17 (iii) <u>"Unmitigated impact" means an expense</u> incurred by a county, city or town directly attributable to 18 19 the construction of an industrial facility and which: 20 (A) Is not otherwise mitigated by the 21 person constructing the industrial facility; 22 23

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1	(B) Is limited to expenses for medical
2	services, fire and law enforcement services, roads and
3	public utilities and is supported by an analysis of the
4	current excess capacity in each of these areas;
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6	(C) May include the expenses of employing
7	additional employees or officers only if the county, city
8	or town has determined overtime compensation or contract
9	labor would not be appropriate; and
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11	(D) Excludes the following:
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13	(I) Improvements to existing
14	structures beyond that necessary to return the structure to
15	the condition in which the structure existed before the
16	construction of the industrial facility;
17	
18	(II) Expenses for which a county, city
19	or town previously received an impact assistance payment
20	unless the county, city or town can demonstrate the
21	expenses are ongoing.
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23	39-16-111. Distribution.

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2 (d) If any person commences after the effective date 3 of this act to construct an industrial facility, as that 4 term is defined in W.S. 35-12-102, under a permit issued pursuant to W.S. 35-12-106, or if the federal or state 5 government commences to construct any project within this б state with an estimated construction cost as specified in 7 8 the definition of industrial facility in W.S. 35-12-102 the 9 department of revenue shall thereafter pay to the county 10 treasurer and the county treasurer will distribute to the 11 county, cities and towns of that county in which the 12 industrial facility or project is located, impact assistance payments from the monies 13 available under paragraph (b)(i) of this section. Each payment to the 14 county treasurer shall be equal to an amount determined by 15 16 the industrial siting council under this subsection and 17 shall continue during the period of construction except that in the case of an industrial facility or a federal or 18 19 state government project which is expected to continue in 20 phases for an indefinite period of time, the department of 21 revenue shall discontinue payments under this section when construction of any phase has ceased or been substantially 22 23 completed for twelve (12) consecutive months. The person

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1 constructing the industrial facility and the counties 2 affected by the construction of the industrial facility 3 shall provide evidence at the public hearing held pursuant 4 to W.S. 35-12-110(f)(i) of the mitigated and unmitigated impacts that the construction will have on the counties, 5 towns determined by the 6 cities and industrial siting 7 council to be affected by the construction of the 8 industrial facility. The industrial siting council shall 9 review the evidence of the impacts and determine, applying 10 a preponderance of evidence standard, the dollar amount of 11 the unmitigated impacts. The council shall state, in the 12 order issued under W.S. 35-12-113(a), the total dollar 13 amount of the impact assistance payment and the reasons for determining that amount include specific findings of fact 14 detailing the basis for its dollar amount determination. 15 16 The impact assistance payment shall be distributed by the 17 department of revenue in an amount and on a schedule 18 determined by the council, based on evidence presented at 19 the hearing. Under no circumstances shall the total dollar 20 amount of the impact assistance payment exceed two and 21 seventy-six hundredths percent (2.76%) two percent (2%) of the total estimated material costs of the facility, as 22 those costs are determined by the council. The impact 23

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1 assistance payments shall be distributed to the county 2 treasurer and the county treasurer will distribute to the 3 county and to the cities and towns therein based on a ratio 4 established by the industrial siting council during a 5 public held in accordance hearing with W.S. In determining the distribution ratio, 6 35-12-110(f)(i). the industrial siting council may consider the extent and 7 8 location of the unmitigated impacts, the populations of the affected counties, cities and towns and any other equitable 9 10 The industrial siting council shall review the factors. 11 distribution ratio for construction projects on a regular 12 basis and make appropriate adjustments. A governing body 13 which is primarily affected by the facility, or any person issued a permit pursuant to W.S. 35-12-106, may petition 14 the industrial siting council for review and adjustment of 15 16 the distribution ratio or the amount of the impact 17 assistance payment upon a showing of good cause. The impact assistance payment shall be in addition to all other 18 19 distributions under this section, but no impact assistance 20 payment shall be made for any period in which the county or 21 counties are not imposing at least a one percent (1%) tax authorized by W.S. 39-15-204(a)(i) and 39-16-204(a)(i) or 22 23 at least a total of a two percent (2%) sales tax authorized

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1 under W.S. 39-15-204(a)(i), (iii) and (vi) and at least a 2 total of a two percent (2%) use tax authorized under W.S. 3 39-16-204(a)(i), (ii) and (v). For purposes of this 4 subsection, the industrial facility or federal or state government project will be deemed to be located in the 5 county in which a majority of the construction costs will б be expended, provided that upon a request from the county 7 8 commissioners of an adjoining county to the industrial siting council, the council may determine that the social 9 10 and economic impacts from construction of the industrial 11 facility or federal or state government project upon the 12 adjoining county are significant and establish the ratio of impacts between the counties and certify that ratio to the 13 department of revenue who will thereafter distribute the 14 15 impact assistance payment to the counties pursuant to that 16 ratio. The industrial siting council shall adopt rules as 17 necessary to implement this subsection. 18 19 As used in subsection (d) of this section: (e) 20

21 <u>(iii) "Unmitigated impact" means an expense</u>
22 <u>incurred by a county, city or town directly attributable to</u>
23 <u>the construction of an industrial facility and which:</u>

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1	
2	(A) Is not otherwise mitigated by the
3	person constructing the industrial facility;
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5	(B) Is limited to expenses for medical
б	services, fire and law enforcement services, roads and
7	public utilities and is supported by an analysis of the
8	current excess capacity in each of these areas;
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10	(C) May include the expenses of employing
11	additional employees or officers only if the county, city
12	or town has determined overtime compensation or contract
13	labor would not be appropriate; and
14	
15	(D) Excludes the following:
16	
17	(I) Improvements to existing
18	structures beyond that necessary to return the structure to
19	the condition in which the structure existed before the
20	construction of the industrial facility;
21	
22	(II) Expenses for which a county, city
23	or town previously received an impact assistance payment

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1 <u>unless the county, city or town can demonstrate the</u>
2 <u>expenses are ongoing.</u>

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4 Section 2. This act shall only apply to impact assistance payments for industrial facilities approved on 5 or after the effective date of this act. The impact б assistance payments for industrial facilities that are not 7 8 subject to this act shall be determined on the basis of the 9 law as it existed at the time the request for the impact 10 assistance payment was submitted to the industrial siting council. 11

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13 Section 3. This act is effective July 1, 2020.
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15 (END)