STATE OF WYOMING

## SENATE FILE NO. SF0082

Local impact assistance payments.

Sponsored by: Joint Appropriations Committee

## A BILL

## for

1 AN ACT relating to impact assistance payments; amending 2 requirements related to impact assistance payments as specified; providing definitions; specifying applicability; 3 4 and providing for an effective date. 5 Be It Enacted by the Legislature of the State of Wyoming: б 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 5 department of revenue shall thereafter pay to the county treasurer and the county treasurer will distribute to the 6 county, cities and towns of that county in which the 7 8 industrial facility or project is located, impact 9 assistance payments from the monies available 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 19 completed for twelve (12) consecutive months. The person 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

impacts that the construction will have on the counties, 1 2 cities and towns determined by the industrial siting council to be affected by the construction of 3 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 the total dollar amount 12 determination. The impact assistance payment shall be 13 distributed by the department of revenue in an amount and on a schedule determined by the council, based on evidence 14 15 presented at the hearing. Under no circumstances shall the 16 total dollar amount of the impact assistance payment exceed 17 two and seventy-six hundredths percent (2.76%) two percent 18 (2%) of the total estimated material costs of the facility, 19 as 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 factor. 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 the industrial siting council for review and adjustment of 11 12 the distribution ratio or the amount of the impact assistance payment upon a showing of good cause. The impact 13 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 adjoining county are significant and establish the ratio of 8 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) "Unmitigated impact" means an expense: 18 (A) Incurred by a county, city or town 19 20 directly attributable to the construction of an industrial 21 facility; 22

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1	(B) That is not otherwise mitigated by any
2	other entity;
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4	(C) For medical services, fire and law
5	enforcement services, roads and public utilities. Expenses
6	shall be supported by an analysis prepared by the county,
7	city or town of the current excess capacity in each of
8	these areas. Expenses in these areas may include the
9	employment of additional employees or officers only if the
10	county, city or town has determined overtime compensation
11	or contract labor would not be appropriate; and
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13	(D) Excluding:
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15	(I) Expenses related to improvements
16	to existing structures beyond that necessary to return the
17	structure to the condition in which the structure existed
18	before the construction of the industrial facility;
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20	(II) Expenses for which a county, city
21	or town previously received an impact assistance payment
22	unless the county, city or town can demonstrate the
23	expenses are new or ongoing.

39-16-111. Distribution. 2 3 4 (d) If any person commences after the effective date of this act to construct an industrial facility, as that 5 term is defined in W.S. 35-12-102, under a permit issued б pursuant to W.S. 35-12-106, or if the federal or state 7 government commences to construct any project within this 8 9 state with an estimated construction cost as specified in 10 the definition of industrial facility in W.S. 35-12-102 the 11 department of revenue shall thereafter pay to the county 12 treasurer and the county treasurer will distribute to the 13 county, cities and towns of that county in which the 14 industrial facility or project is located, impact payments from the monies 15 available under assistance 16 paragraph (b)(i) of this section. Each payment to the 17 county treasurer shall be equal to an amount determined by the industrial siting council under this subsection and 18 19 shall continue during the period of construction except 20 that in the case of an industrial facility or a federal or 21 state government project which is expected to continue in 22 phases for an indefinite period of time, the department of 23 revenue shall discontinue payments under this section when

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

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

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1 authorized by W.S. 39-15-204(a)(i) and 39-16-204(a)(i) or 2 at least a total of a two percent (2%) sales tax authorized 3 under W.S. 39-15-204(a)(i), (iii) and (vi) and at least a 4 total of a two percent (2%) use tax authorized under W.S. 5 39-16-204(a)(i), (ii) and (v). For purposes of this subsection, the industrial facility or federal or state 6 government project will be deemed to be located in the 7 8 county in which a majority of the construction costs will be expended, provided that upon a request from the county 9 10 commissioners of an adjoining county to the industrial 11 siting council, the council may determine that the social 12 and economic impacts from construction of the industrial facility or federal or state government project upon the 13 adjoining county are significant and establish the ratio of 14 impacts between the counties and certify that ratio to the 15 16 department of revenue who will thereafter distribute the 17 impact assistance payment to the counties pursuant to that ratio. The industrial siting council shall adopt rules as 18 19 necessary to implement this subsection. 20

21 (e) As used in subsection (d) of this section:22

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1 (iii) "Unmitigated impact" means as defined by
2 W.S. 39-15-111(d)(iii).

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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 subject to this act shall be determined on the basis of the 8 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, 2021.

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- 15 (END)