HOUSE BILL NO. HB0068

Tax increment financing.

Sponsored by: Joint Corporations, Elections & Political Subdivisions Interim Committee

A BILL

for

1 AN ACT relating to the Wyoming Urban Renewal Code;

2 expanding the application of the code to include the

3 provision of affordable housing; providing findings and

4 definitions; making conforming changes; and providing for

5 effective dates.

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7 Be It Enacted by the Legislature of the State of Wyoming:

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9 **Section 1.** W.S. 15-9-102 by creating a new subsection

10 (d), 15-9-103(a)(iii), (xvii), (xix)(intro) and by creating

11 a new paragraph (xx), 15-9-104(a)(intro), 15-9-105(a)(i),

12 (iii) and (b)(i), 15-9-106(a)(i) and (ii), 15-9-107,

13 15-9-110(a)(iv) and (b)(i)(A) through (D), 15-9-114(a),

 $14 \quad 15-9-115(a)(iii), \quad 15-9-116(a)(ii)(intro) \quad and \quad (b) \quad and$

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15 15-9-120(a)(i) are amended to read:

1 2 15-9-102. Legislative findings. 3 4 (d) It is further found and declared that there 5 exists in municipalities of the state a lack of affordable housing which is injurious to the public health, safety, 6 morals and welfare of the residents of the state; that the 7 8 lack of affordable housing constitutes an economic and social liability imposing onerous municipal burdens which 9 10 decrease the tax base and reduce tax revenues and substantially impairs or arrests the sound growth of 11 12 municipalities; and that the provision of affordable 13 housing is a matter of state policy and state concern. 14 15-9-103. Definitions. 15 16

17 (a) As used in this chapter, unless a different 18 meaning is clearly indicated by the context:

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20 (iii) "Blighted area" means an area which by 21 reason of the presence of not less than two (2) conditions for a blighted area specified in this paragraph. The 22 23 conditions for a blighted area are a substantial number of

1 slums, deteriorated or deteriorating structures, 2 predominance of defective or inadequate street layout, 3 faulty lot layout in relation to size, adequacy, 4 accessibility or usefulness, unsanitary or unsafe conditions, deterioration of site or other improvements, 5 diversity of ownership, tax or special assessments, 6 delinquency exceeding the fair value of the land, defective 7 8 or unusual conditions of title, or the existence of 9 conditions which endanger life or property by fire and 10 other causes, or any combination of those factors, 11 substantially impairs or arrests the sound growth of a 12 municipality, retards the provision of accommodations or constitutes an economic or social 13 liability and is a menace to the public health, safety, 14 morals or welfare in its present condition and use. 15 16 However, if the blighted area consists of open land, the 17 conditions contained in W.S. 15-9-110(b) apply and any disaster area referred to in W.S. 15-9-112 constitutes a 18 19 "blighted area";

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(xvii) "Urban renewal area" means a slum area, 21 or a blighted area or a combination thereof which other 22 23 area that the local governing body designates as

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appropriate for an urban renewal project as provided in 1 2 this chapter; 3 4 (xix) "Urban renewal project" includes undertakings and activities of a municipality in one (1) or 5 more urban renewal areas for the provision of affordable 6 housing or for the elimination and for or the prevention of 7 8 the development or spread of slums and blight, and may involve slum clearance and redevelopment in an urban 9 10 renewal area, or rehabilitation or conservation in an urban 11 renewal area, or any combination or part thereof 12 accordance with an urban renewal plan. The undertakings 13 and activities may include: 14 15 (xx) "Affordable housing" means housing where 16 the total gross household income of the occupant does not 17 exceed one hundred twenty percent (120%) of the median 18 gross household income for the county where the housing is 19 located. 20 21 15-9-104. Private enterprise to be preferred; when considered. 22

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(a) A municipality, to the greatest extent

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(iii) Provide for the development of the urban

renewal area as provided in this chapter or the

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redevelopment of slum and blighted areas; or

1 2 (b) A workable program may include provisions for 3 the: 4 5 (i) Provision of affordable housing or the prevention of the spread of blight through diligent 6 7 enforcement of housing, zoning and occupancy controls and 8 standards; 9 15-9-106. Initiative 10 resolution; how adopted; 11 findings. 12 13 (a) No municipality shall exercise the authority 14 conferred upon municipalities by this chapter until the local governing body, on its own motion or by virtue of a 15 16 petition signed by twenty-five (25) or more electors of the 17 municipality, has adopted a resolution finding that: 18 19 (i) There is a lack of affordable housing or 20 that one (1) or more slum or blighted areas exist in the municipality; and 21

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1 rehabilitation, conservation, (ii)The 2 development, redevelopment or a combination thereof of the 3 area or areas is necessary in the interest of the public 4 health, safety, morals or welfare of the residents of the 5 municipality. 6 7 15-9-107. Preliminary requirements for projects; 8 generally. 9 10 An urban renewal project for an urban renewal area shall not be planned or initiated unless the governing body, by 11 12 resolution, has determined the area has a lack of 13 affordable housing and is appropriate for affordable 14 housing or has determined the area to be a slum area or a blighted area or a combination thereof and designated it as 15 16 an urban renewal area and determined the area appropriate for an urban renewal project under this chapter. A 17 municipality shall not acquire real property for any urban 18 19 renewal project unless the local governing body has 20 approved the urban renewal project in accordance with W.S. 21 15-9-110.

1 15-9-110. Preliminary requirements for projects; 2 approval by and findings of governing body. 3 4 (a) Following the hearing specified in W.S. 15-9-109, the local governing body may approve an urban renewal 5 project and the plan therefor if it finds that: 6 7 8 (iv) The urban renewal plan affords maximum 9 opportunity, consistent with the municipality's needs, for 10 the rehabilitation, development or redevelopment of the 11 urban renewal area by private enterprise. 12 (b) If the urban renewal area consists of an area of 13 open land to be acquired by the municipality, the area 14 shall not be so acquired unless: 15 16 17 (i) If it is to be developed for residential uses, the local governing body shall determine that: 18 19 20 (A) A shortage of housing of sound standards and design which is affordable, decent, safe and 21 sanitary exists in the municipality; 22

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1	(B) The Is a need for affordable
2	housing or that accommodations has been or will be
3	increased as a result of the clearance of slums in other
4	areas;
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6	(C) The <u>lack of affordable housing</u> , the
7	conditions of blight in the area and or the shortage of
8	decent, safe and sanitary housing cause or contribute to an
9	increase in and spread of disease and crime and constitute
10	a menace to the public health, safety, morals or welfare;
11	and
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13	(D) The acquisition of the area for
14	residential uses or affordable housing is an integral part
15	of and essential to the program of the municipality;
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17	15-9-114. Condemnation.
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19	(a) A municipality has the right to acquire by
20	condemnation any interest in real property, including a fee
21	simple title thereto, which it deems necessary for or in
22	connection with an urban renewal project under this
23	chapter, provided that the right to acquire property by

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1 eminent domain under this chapter shall not extend to property occupied by an owner for residential purposes or 2 3 leased for current residential occupancy. A municipality 4 may exercise the power of eminent domain in the manner now 5 provided or which may be hereafter provided by any other 6 statutory provisions. Property already devoted to a public use may be acquired in like manner, provided that no real 7 property belonging to the United States, the state or any 8 political subdivision thereof, may be acquired without its 9

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consent.

12 **15-9-115.** Property acquired in project; disposition 13 and use generally.

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15 (a) A municipality may:

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(iii) Retain the property or interest for public
use in accordance with the urban renewal plan, subject to
any covenants, conditions and restrictions, including
covenants running with the land, as it deems necessary or
desirable to assist in providing affordable housing,
preventing the development or spread of future slums or

- 1 blighted areas or to otherwise carry out the purposes of
- 2 this chapter.

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- 4 15-9-116. Property acquired in project; disposition
- 5 to private persons; procedure; notice; proposals;
- 6 contracts.

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8 (a) A municipality may:

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- 10 (ii) By notice published once each week for four
- 11 (4) consecutive weeks in a newspaper having a general
- 12 circulation in the community, prior to the execution of any
- 13 contract to sell, lease or otherwise transfer real property
- 14 and prior to the delivery of any instrument of conveyance
- 15 with respect thereto under the provisions of this section,
- 16 invite proposals from and make available all pertinent
- 17 information to private developers or redevelopers or any
- 18 persons interested in undertaking to develop affordable
- 19 housing or to redevelop or rehabilitate an urban renewal
- 20 area or any part thereof. The notice shall:

- 22 (b) The municipality shall consider all affordable
- 23 housing development, redevelopment or rehabilitation

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proposals and the financial and legal ability of 1 2 persons making the proposals to carry them out. 3 municipality may accept any proposals it deems to be in the 4 public interest and in furtherance of the purposes of this 5 chapter. A notification of intention to accept a proposal shall be filed with the governing body not less than thirty 6 7 (30) days prior to acceptance. Thereafter the municipality may execute a contract and deliver deeds, leases and other 8 9 instruments and take all steps necessary to effectuate a 10 contract in accordance with the provisions 11 15-9-115.

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13 15-9-120. Taxes upon property; authorized division 14 thereof.

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16 Any urban renewal plan may contain a provision 17 that taxes, if any, levied upon taxable property in an urban renewal project each year by or for the benefit of a 18 19 municipality in the state shall be divided as follows:

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21 (i) That portion of the taxes which would be 22 produced by the rate upon which the tax is levied each year 23 by or for each of the taxing agencies upon the total sum of

1 the assessed value of the taxable property in the urban 2 renewal project as shown upon the assessment roll used in 3 connection with the taxation of the property by the taxing 4 agency, last equalized prior to the effective date of the urban renewal project shall be allocated to and, when 5 collected, paid into the funds of the respective taxing 6 agencies as taxes by or for those taxing agencies on all 7 8 other property are paid (for the purpose of allocating 9 taxes by or for any taxing agency which did not include the 10 territory in the urban renewal project on the effective 11 date of the project but which territory had been annexed or 12 otherwise included after the effective date, the assessment of the county last equalized on the project shall be used 13 in determining the assessed valuation on the taxable 14 property in the project on the effective date). For the 15 16 purposes of this paragraph, the assessed value of the 17 taxable property in an urban renewal project shall mean the 18 aggregate value of all property located within the 19 geographical boundaries of the project and notwithstanding 20 any of the requirements imposed under title 39, chapter 13 21 of Wyoming statutes, the assessed value of the taxable property in an urban renewal project as provided under this 22

1 paragraph shall not be modified during the term of the 2 project; and 3 4 Section 2. The department of revenue shall promulgate rules necessary to implement W.S. 15-9-120(a) as amended by 5 this act, including any amendment of rules previously 6 7 promulgated as required by W.S. 39-13-103(b)(ii). 8 9 Section 3. 10 (a) Except as provided in subsection (b) of this 11 section, this act is effective immediately upon completion 12 13 of all acts necessary for a bill to become law as provided by Article 4, Section 8 of the Wyoming Constitution. 14 15 16 (b) Section 1 of this act is effective July 1, 2025. 17 18 (END)

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