DRAFT ONLY NOT APPROVED FOR INTRODUCTION

HOUSE BILL NO.

Local impact assistance payments.

Sponsored by: Joint Minerals, Business & Economic Development Interim Committee

A BILL

	for
1	AN ACT relating to impact assistance payments; amending
2	requirements related to impact assistance payments;
3	providing definitions; specifying applicability; and
4	providing for an effective date.
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6	Be It Enacted by the Legislature of the State of Wyoming:
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8 9 10 11	**************************************
12 13 14	This draft is based on the engrossed version of 2021 Senate File 82.
15 16 17	**************************************

Section 1. W.S. 39-15-111(c) and (d) by creating a new

2 paragraph (iii) and 39-16-111(d) and (e) by creating a new

3 paragraph (iii) are amended to read:

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5 **39-15-111.** Distribution.

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

1	state government project which is expected to continue in
2	phases for an indefinite period of time, the department of
3	revenue shall discontinue payments under this section when
4	construction of any phase has ceased or been substantially
5	completed for twelve (12) consecutive months. The person
6	constructing the industrial facility and the counties
7	affected by the construction of the industrial facility
8	shall provide evidence at the public hearing held pursuant
9	to W.S. 35-12-110(f)(i) of the mitigated and unmitigated
10	impacts that the construction will have on the counties,
11	cities and towns determined by the industrial siting
12	council to be affected by the construction of the
13	industrial facility. The industrial siting council shall
14	review the evidence of the impacts and determine, applying
15	a preponderance of evidence standard, the dollar amount of
16	the unmitigated impacts. The council shall state, in the
17	order issued under W.S. 35-12-113(a), the total dollar
18	amount of the impact assistance payment and the reasons for
19	determining that include specific findings of fact
20	detailing the basis for the total dollar amount
21	determination. The impact assistance payment shall be
22	distributed by the department of revenue in an amount and
23	on a schedule determined by the council, based on evidence

presented at the hearing. Under no circumstances shall the 1 total dollar amount of the impact assistance payment exceed 2 3 two and seventy-six hundredths percent (2.76%) two and 4 twenty-five hundredths percent (2.25%) of the total 5 estimated material costs of the facility, as those costs are determined by the council. The impact assistance 6 payments shall be distributed to the county treasurer and 7 8 the county treasurer will distribute to the county and to the cities and towns therein based on a ratio established 9 10 by the industrial siting council during a public hearing accordance with W.S. 35-12-110(f)(i). 11 held in In 12 determining the distribution ratio, the industrial siting 13 council may consider the extent and location of the unmitigated impacts, the populations of the affected 14 counties, cities and towns, including any disproportionate 15 16 impacts on smaller communities, and any other equitable factor. The industrial siting council shall review the 17 18 distribution ratio for construction projects on a regular 19 basis and make appropriate adjustments. A governing body 20 which is primarily affected by the facility, or any person 21 issued a permit pursuant to W.S. 35-12-106, may petition the industrial siting council for review and adjustment of 22 23 the distribution ratio or the amount of the impact

1 assistance payment upon a showing of good cause. The impact 2 assistance payment shall be in addition to all other 3 distributions under this section, but no impact assistance 4 payment shall be made for any period in which the county or 5 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 6 at least a total of a two percent (2%) sales tax authorized 7 8 under W.S. 39-15-204(a)(i), (iii) and (vi) and at least a 9 total of a two percent (2%) use tax authorized under W.S. 10 39-16-204(a)(i), (ii) and (v). For purposes of 11 subsection, the industrial facility or federal or state 12 government project will be deemed to be located in the county in which a majority of the construction costs will 13 be expended, provided that upon a request from the county 14 commissioners of any adjoining county to the industrial 15 16 siting council, the council may determine that the social 17 and economic impacts from construction of the industrial facility or federal or state government project upon the 18 19 adjoining county are significant and establish the ratio of 20 impacts between the counties and certify that ratio to the department of revenue who will thereafter distribute the 21 impact assistance payment to the counties pursuant to that 22

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ratio. The industrial siting council shall adopt rules as
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    necessary to implement this subsection.
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         (d) As used in subsection (c) of this section:
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             (iii) "Unmitigated impact" means an expense:
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                  (A) Incurred by a county, city or town
    directly or indirectly attributable to the construction of
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    an industrial facility;
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                  (B) That is not otherwise mitigated by any
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    other entity;
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                  (C) For medical services, fire and law
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    enforcement services, roads and public utilities. Expenses
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    shall be supported by an analysis prepared by the county,
    city or town of the current excess capacity in each of
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    these areas. Expenses in these areas may include the
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    employment of additional employees or officers only if the
    county, city or town has determined overtime compensation
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    or contract labor would not be appropriate; and
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1 (D) Excluding expenses for which a county,

2 <u>city or town previously received an impact assistance</u>

3 payment unless the county, city or town can demonstrate the

4 expenses are new or ongoing.

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6 **39-16-111. Distribution.**

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8 (d) If any person commences after the effective date 9 of this act to construct an industrial facility, as that 10 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 11 12 government commences to construct any project within this state with an estimated construction cost as specified in 13 the definition of industrial facility in W.S. 35-12-102 the 14 department of revenue shall thereafter pay to the county 15 16 treasurer and the county treasurer will distribute to the 17 county, cities and towns of that county in which the 18 industrial facility is or project located, impact 19 from the monies available under assistance payments 20 paragraph (b)(i) of this section. Each payment to the 21 county treasurer shall be equal to an amount determined by the industrial siting council under this subsection and 22 shall continue during the period of construction except 23

1 that in the case of an industrial facility or a federal or 2 state government project which is expected to continue in 3 phases for an indefinite period of time, the department of 4 revenue shall discontinue payments under this section when construction of any phase has ceased or been substantially 5 completed for twelve (12) consecutive months. The person 6 constructing the industrial facility and the counties 7 8 affected by the construction of the industrial facility 9 shall provide evidence at the public hearing held pursuant 10 to W.S. 35-12-110(f)(i) of the mitigated and unmitigated impacts that the construction will have on the counties, 11 12 cities and towns determined by the industrial siting 13 council to be affected by the construction of the 14 industrial facility. The industrial siting council shall 15 review the evidence of the impacts and determine, applying 16 a preponderance of evidence standard, the dollar amount of 17 the unmitigated impacts. The council shall state, in the order issued under W.S. 35-12-113(a), the total dollar 18 19 amount of the impact assistance payment and the reasons for 20 determining that include specific findings of fact detailing the basis for the total dollar 21 amount determination. The 22 impact assistance payment 23 distributed by the department of revenue in an amount and

on a schedule determined by the council, based on evidence 1 2 presented at the hearing. Under no circumstances shall the 3 total dollar amount of the impact assistance payment exceed 4 two and seventy six hundredths percent (2.76%) two and 5 twenty-five hundredths percent (2.25%) of the total estimated material costs of the facility, as those costs 6 are determined by the council. The impact assistance 7 8 payments shall be distributed to the county treasurer and 9 the county treasurer will distribute to the county and to 10 the cities and towns therein based on a ratio established by the industrial siting council during a public hearing 11 12 held in accordance with W.S. 35-12-110(f)(i). In 13 determining the distribution ratio, the industrial siting council may consider the extent and location of the 14 unmitigated impacts, the populations of the affected 15 16 counties, cities and towns, including any disproportionate impacts on smaller communities, and any other equitable 17 factor. The industrial siting council shall review the 18 19 distribution ratio for construction projects on a regular 20 basis and make appropriate adjustments. A governing body 21 which is primarily affected by the facility, or any person issued a permit pursuant to W.S. 35-12-106, may petition 22 the industrial siting council for review and adjustment of 23

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1 distribution ratio or the amount of the the impact assistance payment upon a showing of good cause. 2 The 3 impact assistance payment shall be in addition to all other 4 distributions under this section, but no impact assistance 5 payment shall be made for any period in which the county or counties are not imposing at least a one percent (1%) tax 6 authorized by W.S. 39-15-204(a)(i) and 39-16-204(a)(i) or 7 8 at least a total of a two percent (2%) sales tax authorized 9 under W.S. 39-15-204(a)(i), (iii) and (vi) and at least a 10 total of a two percent (2%) use tax authorized under W.S. 11 39-16-204(a)(i), (ii) and (v). For purposes οf this 12 subsection, the industrial facility or federal or state 13 government project will be deemed to be located in the county in which a majority of the construction costs will 14 15 be expended, provided that upon a request from the county commissioners of an adjoining county to the industrial 16 17 siting council, the council may determine that the social and economic impacts from construction of the industrial 18 19 facility or federal or state government project upon the 20 adjoining county are significant and establish the ratio of 21 impacts between the counties and certify that ratio to the department of revenue who will thereafter distribute the 22 impact assistance payment to the counties pursuant to that 23

1	ratio. The industrial siting council shall adopt rules as
2	necessary to implement this subsection.
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4	(e) As used in subsection (d) of this section:
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6	(iii) "Unmitigated impact" means as defined by
7	W.S. 39-15-111(d)(iii).
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9	Section 2. This act shall only apply to impact
10	assistance payments for industrial facility permit
11	applications submitted on or after the effective date of
12	this act. The impact assistance payments for industrial
13	facilities that are not subject to this act shall be
14	determined on the basis of the law as it existed at the
15	time the request for the impact assistance payment was
16	submitted to the industrial siting council.
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18	Section 3. This act is effective July 1, 2022.
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20	(END)