



City of Racine

City Hall
730 Washington Ave.
Racine, WI 53403
www.cityofracine.org

Legislative Report

File Number: Res. 0319-20

Agenda Date: 06/02/2020

File Type: Resolution

Tax Incremental District 2 (TID 2)

WHEREAS, the City of Racine created TID 2 on June 24, 1983, and successfully completed implementation of the project plan and sufficient increment was collected to pay off its aggregate project costs; and

WHEREAS, while state law requires termination of a TID after all project costs have been paid, Wisconsin Statutes section 66.1105(6)(g), does allow extension of a TID up to one year, using the last year of tax increment to improve the City's housing stock; and

WHEREAS, at least 75 percent of the final increment must benefit affordable housing with the remaining portion used to improve housing stock.

NOW, THEREFORE BE IT RESOLVED, that the Common Council of the City of Racine hereby extends the life of TID 2 for 12 months to use the final year's increment collected in 2022 from the 2021 tax roll to benefit affordable housing; and

BE IT FURTHER RESOLVED the City of Racine shall use the final increment to improve housing quality and affordability by implementing a housing repair and/or construction program, which is permitted under Wisconsin Statutes section 66.1105(6)(g)3.

BE IT FURTHER RESOLVED, that the City of Racine Clerk shall notify the Wisconsin Department of Revenue by providing a copy of this resolution.

Fiscal Note: Extending TID 2 would provide an anticipated increment of approximately \$700,000.00 in fiscal year 2022 to be used in accordance with State Statutes for improvements to the City's housing stock.