

HCS SB 504 -- SATELLITE ENTERPRISE ZONES

CO-SPONSORS: Clemens, Champion (Wasson)

COMMITTEE ACTION: Voted "do pass by consent" by the Committee on Local Government by a vote of 11 to 0.

This substitute allows Springfield to designate a satellite enterprise zone within its corporate limits. The city must submit a plan to the Department of Economic Development describing how the zone corresponds to the city's overall enterprise zone strategy. The zone will not be designated until the plan is submitted and approved by the department's director.

FISCAL NOTE: Estimated Net Loss to General Revenue Fund of \$0 in FY 2004, \$60,000 in FY 2005, and \$60,000 in FY 2006. The fiscal impact could be divided between the General Revenue Fund and the County Foreign Insurance Fund (which ultimately goes to local school districts) if some of the tax credits are utilized against insurance premium taxes.

PROPOSERS: Supporters say that the bill will help distressed communities and create jobs.

Testifying for the bill were Senator Cauthorn for Senator Clemens; and City of Springfield.

OPPOSERS: There was no opposition voiced to the committee.

Steve Bauer, Legislative Analyst