

SB 92 STAFF MEASURE SUMMARY

Carrier: Sen. Bentz

Senate Committee On Environment and Natural Resources

Action Date: 04/04/19

Action: Do pass.

Vote: 5-0-0-0

Yeas: 5 - Bentz, Dembrow, Olsen, Prozanski, Roblan

Fiscal: Has minimal fiscal impact

Revenue: No revenue impact

Prepared By: Beth Patrino, LPRO Analyst

Meeting Dates: 4/2, 4/4

WHAT THE MEASURE DOES:

Authorizes city to provide for as much as 20-year ramp-up to full taxation rate for property in annexed territory. Adds, for purposes of "island annexation," corporate boundaries of another city as permitted portion of boundary surrounding territory to be annexed.

ISSUES DISCUSSED:

- Option to provide additional time for ramp-up of tax rate offers more flexible tool for cities and property owners
- Island annexations when cities have built toward each other or are located in close proximity

EFFECT OF AMENDMENT:

No amendment.

BACKGROUND:

Annexation is the process of incorporating a piece of property into the boundaries of a city, making the property and those who live there eligible for services provided by the city. This action can be initiated by the city or by the property owner. Annexation is a locally driven process with guiding state statutes.

Senate Bill 92 would authorize a city to provide for as much as a 20-year ramp-up to full taxation rate for property in an annexed territory.