

**Rule Summary and Fiscal Analysis (Part A)****Department Of Development**

Agency Name

Division

**Marlo Tannous**

Contact

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**122:9-1-01**

Rule Number

**AMENDMENT**

TYPE of rule filing

Rule Title/Tag Line

**Community reinvestment area tax exemption fee.****RULE SUMMARY**

1. Is the rule being filed consistent with the requirements of the RC 119.032 review? **No**

2. Are you proposing this rule as a result of recent legislation? **No**

3. Statute prescribing the procedure in accordance with the agency is required to adopt the rule: **119.03**

4. Statute(s) authorizing agency to adopt the rule: **3735.671(C)**

5. Statute(s) the rule, as filed, amplifies or implements: **3735.672(C)**

6. State the reason(s) for proposing (i.e., why are you filing,) this rule:

The Community Reinvestment Area Program application fee was set in 1994 and has not been changed since that date. The Department of Development has absorbed the increasing costs of administering the program. The increase in the agreement application fee of \$250.00 will permit the Department of Development to maintain its level of service and administration.

7. If the rule is an AMENDMENT, then summarize the changes and the content of the proposed rule; If the rule type is RESCISSION, NEW or NO CHANGE, then summarize the content of the rule:

The Community Reinvestment Area Program application fee is increased from \$500.00 to \$750.00. This increase is expected to generate additional revenues of approximately \$7,500.00 annually. These funds will be used to offset the costs of administering the program.

8. If the rule incorporates a text or other material by reference and the agency claims the incorporation by reference is exempt from compliance with sections 121.71 to 121.74 of the Revised Code because the text or other material is **generally available** to persons who reasonably can be expected to be affected by the rule, provide an explanation of how the text or other material is generally available to those persons:

*This response left blank because filer specified online that the rule does not incorporate a text or other material by reference.*

9. If the rule incorporates a text or other material by reference, and it was **infeasible** for the agency to file the text or other material electronically, provide an explanation of why filing the text or other material electronically was infeasible:

*This response left blank because filer specified online that the rule does not incorporate a text or other material by reference.*

10. If the rule is being **rescinded** and incorporates a text or other material by reference, and it was **infeasible** for the agency to file the text or other material, provide an explanation of why filing the text or other material was infeasible:

*Not Applicable.*

11. If **revising** or **refiling** this rule, identify changes made from the previously filed version of this rule; if none, please state so:

*Not Applicable.*

12. 119.032 Rule Review Date: **7/19/2005**

(If you answered NO to question No. 1, provide the scheduled review date. If you answered YES to No. 1, the review date for this rule is the filing date.)

NOTE: At time of final filing, two dates are required: the current review date plus a date not to exceed 5 years from the effective date for Amended rules or a date not to exceed 5 years from the review date for No Change rules.

**FISCAL ANALYSIS**

13. Estimate the total amount by which *this proposed rule* would **increase/decrease** either **revenues/ expenditures** for the agency during the current biennium (in dollars): Explain the net impact of the proposed changes to the budget of your agency/department.

This will increase revenues.

\$7,500.00

The Community Reinvestment Area Program is administered by the Department of Development's Office of Tax Incentives. The program strives to be self sufficient using the application fees to offset the cost of state administration. This increase should allow the Department to maintain the level of service without significant hardship to program users. This is the first increase to the fee since it was established in 1994.

14. Identify the appropriation (by line item etc.) that authorizes each expenditure necessitated by the proposed rule:

Ohio Department of Development - State Special Revenue Fund Group 450  
195-630.

15. Provide a summary of the estimated cost of compliance with the rule to all directly affected persons. When appropriate, please include the source for your information/estimated costs, e.g. industry, CFR, internal/agency:

The estimated additional cost of compliance with this proposed rule is \$250.00 per agreement filed. The cost is charged to the applicants requesting Community Reinvestment Area Program Tax Incentives. The fee, is collected only upon local approval of the tax incentives. Therefore, the applicant stands to receive a significant benefit in exchange for the application fee.

16. Does this rule have a fiscal effect on school districts, counties, townships, or municipal corporations? **No**

17. Does this rule deal with environmental protection or contain a component dealing with environmental protection as defined in R. C. 121.39? **No**