SENATE SUBSTITUTE

FOR

SENATE COMMITTEE SUBSTITUTE

FOR

SENATE BILL NO. 774

AN ACT

To repeal sections 99.805, 99.820, and 99.825, RSMo, and to enact in lieu thereof three new sections relating to tax increment financing.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF MISSOURI, AS FOLLOWS:

- Section A. Sections 99.805, 99.820, and 99.825, RSMo, are repealed and three new sections enacted in lieu thereof, to be known as sections 99.805, 99.820, and 99.825, to read as follows:
- 99.805. As used in sections 99.800 to 99.865, unless the context clearly requires otherwise, the following terms shall mean:

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- (1) "Blighted area", an area which, by reason of the predominance of defective or inadequate street layout, unsanitary or unsafe conditions, deterioration of site improvements, improper subdivision or obsolete platting, or the existence of conditions which endanger life or property by fire and other causes, or any combination of such factors, retards the provision of housing accommodations or constitutes an economic or social liability or a menace to the public health, safety, morals, or welfare in its present condition and use;
 - (2) "Collecting officer", the officer of the municipality

- responsible for receiving and processing payments in lieu of taxes or economic activity taxes from taxpayers or the department of revenue;
- "Conservation area", any improved area within the (3) 5 boundaries of a redevelopment area located within the territorial 6 limits of a municipality in which fifty percent or more of the 7 structures in the area have an age of thirty-five years or more. 8 Such an area is not yet a blighted area but is detrimental to the 9 public health, safety, morals, or welfare and may become a 10 blighted area because of any one or more of the following factors: dilapidation; obsolescence; deterioration; illegal use 11 12 of individual structures; presence of structures below minimum 13 code standards; abandonment; excessive vacancies; overcrowding of 14 structures and community facilities; lack of ventilation, light 15 or sanitary facilities; inadequate utilities; excessive land 16 coverage; deleterious land use or layout; depreciation of 17 physical maintenance; and lack of community planning. A 18 conservation area shall meet at least three of the factors 19 provided in this subdivision for projects approved on or after 20 December 23, 1997;
 - (4) "Economic activity taxes", the total additional revenue from taxes which are imposed by a municipality and other taxing districts, and which are generated by economic activities within a redevelopment area over the amount of such taxes generated by economic activities within such redevelopment area in the calendar year prior to the adoption of the ordinance designating such a redevelopment area, while tax increment financing remains in effect, but excluding personal property taxes, taxes imposed

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- on sales or charges for sleeping rooms paid by transient quests
- of hotels and motels, licenses, fees or special assessments. For
- 3 redevelopment projects or redevelopment plans approved after
- 4 December 23, 1997, if a retail establishment relocates within one
- 5 year from one facility to another facility within the same county
- 6 and the governing body of the municipality finds that the
- 7 relocation is a direct beneficiary of tax increment financing,
- 8 then for purposes of this definition, the economic activity taxes
- 9 generated by the retail establishment shall equal the total
- 10 additional revenues from economic activity taxes which are
- imposed by a municipality or other taxing district over the
- amount of economic activity taxes generated by the retail
- establishment in the calendar year prior to its relocation to the
- 14 redevelopment area;
- 15 (5) "Economic development area", any area or portion of an
- area located within the territorial limits of a municipality,
- which does not meet the requirements of subdivisions (1) and (3)
- 18 of this section, and in which the governing body of the
- municipality finds that redevelopment will not be solely used for
- development of commercial businesses which unfairly compete in
- 21 the local economy and is in the public interest because it will:
- 22 (a) Discourage commerce, industry or manufacturing from
- 23 moving their operations to another state; or
- 24 (b) Result in increased employment in the municipality; or
- 25 (c) Result in preservation or enhancement of the tax base
- of the municipality;
- 27 (6) "Gambling establishment", an excursion gambling boat as
- defined in section 313.800 and any related business facility

- including any real property improvements which are directly and solely related to such business facility, whose sole purpose is to provide goods or services to an excursion gambling boat and whose majority ownership interest is held by a person licensed to conduct gambling games on an excursion gambling boat or licensed to operate an excursion gambling boat as provided in sections
- 7 313.800 to 313.850. This subdivision shall be applicable only to a redevelopment area designated by ordinance adopted after
- 9 December 23, 1997;

- (7) "Greenfield area", any vacant, unimproved, or agricultural property that is located wholly outside the incorporated limits of a city, town, or village, or that is substantially surrounded by contiguous properties with agricultural zoning classifications or uses unless said property was annexed into the incorporated limits of a city, town, or village ten years prior to the adoption of the ordinance approving the redevelopment plan for such greenfield area;
 - (8) "Municipality", a city, village, or incorporated town or any county of this state. For redevelopment areas or projects approved on or after December 23, 1997, "municipality" applies only to cities, villages, incorporated towns or counties established for at least one year prior to such date;
 - (9) "Obligations", bonds, loans, debentures, notes, special certificates, or other evidences of indebtedness issued by a municipality to carry out a redevelopment project or to refund outstanding obligations;
- (10) "Ordinance", an ordinance enacted by the governing body of a city, town, or village or a county or an order of the

governing body of a county whose governing body is not authorized to enact ordinances;

- "Payment in lieu of taxes", those estimated revenues from real property in the area selected for a redevelopment project, which revenues according to the redevelopment project or plan are to be used for a private use, which taxing districts would have received had a municipality not adopted tax increment allocation financing, and which would result from levies made after the time of the adoption of tax increment allocation financing during the time the current equalized value of real property in the area selected for the redevelopment project exceeds the total initial equalized value of real property in such area until the designation is terminated pursuant to subsection 2 of section 99.850;
 - (12) "Redevelopment area", an area designated by a municipality, in respect to which the municipality has made a finding that there exist conditions which cause the area to be classified as a blighted area, a conservation area, an economic development area, an enterprise zone pursuant to sections 135.200 to 135.256, or a combination thereof, which area includes only those parcels of real property directly and substantially benefitted by the proposed redevelopment project;
 - (13) "Redevelopment plan", the comprehensive program of a municipality for redevelopment intended by the payment of redevelopment costs to reduce or eliminate those conditions, the existence of which qualified the redevelopment area as a blighted area, conservation area, economic development area, or combination thereof, and to thereby enhance the tax bases of the

- 1 taxing districts which extend into the redevelopment area. Each
- 2 redevelopment plan shall conform to the requirements of section
- 3 99.810;
- 4 (14) "Redevelopment project", any development project
- 5 within a redevelopment area in furtherance of the objectives of
- 6 the redevelopment plan; any such redevelopment project shall
- 7 include a legal description of the area selected for the
- 8 redevelopment project;
- 9 (15) "Redevelopment project costs" include the sum total of
- 10 all reasonable or necessary costs incurred or estimated to be
- incurred, and any such costs incidental to a redevelopment plan
- or redevelopment project, as applicable. Such costs include, but
- are not limited to, the following:
- 14 (a) Costs of studies, surveys, plans, and specifications;
- 15 (b) Professional service costs, including, but not limited
- 16 to, architectural, engineering, legal, marketing, financial,
- 17 planning or special services. Except the reasonable costs
- incurred by the commission established in section 99.820 for the
- administration of sections 99.800 to 99.865, such costs shall be
- allowed only as an initial expense which, to be recoverable,
- 21 shall be included in the costs of a redevelopment plan or
- 22 project;
- 23 (c) Property assembly costs, including, but not limited
- 24 to[,]:
- a. Acquisition of land and other property, real or
- personal, or rights or interests therein[,]; and
- 27 b. Demolition of buildings, and the clearing and grading of
- 28 land;

- 1 (d) Costs of rehabilitation, reconstruction, or repair or remodeling of existing buildings and fixtures;
 - (e) Initial costs for an economic development area;
- 4 (f) Costs of construction of public works or improvements;
- 5 (g) Financing costs, including, but not limited to, all
 6 necessary and incidental expenses related to the issuance of
 7 obligations, and which may include payment of interest on any
 8 obligations issued pursuant to sections 99.800 to 99.865 accruing
 9 during the estimated period of construction of any redevelopment
 10 project for which such obligations are issued and for not more
 11 than eighteen months thereafter, and including reasonable
 - (h) All or a portion of a taxing district's capital costs resulting from the redevelopment project necessarily incurred or to be incurred in furtherance of the objectives of the redevelopment plan and project, to the extent the municipality by written agreement accepts and approves such costs;
 - (i) Relocation costs to the extent that a municipality determines that relocation costs shall be paid or are required to be paid by federal or state law;
 - (j) Payments in lieu of taxes;

reserves related thereto:

(16) "Special allocation fund", the fund of a municipality or its commission which contains at least two separate segregated accounts for each redevelopment plan, maintained by the treasurer of the municipality or the treasurer of the commission into which payments in lieu of taxes are deposited in one account, and economic activity taxes and other revenues are deposited in the other account;

- 1 (17) "Taxing districts", any political subdivision of this 2 state having the power to levy taxes;
- 3 (18) "Taxing districts' capital costs", those costs of
 4 taxing districts for capital improvements that are found by the
 5 municipal governing bodies to be necessary and to directly result
 6 from the redevelopment project; and
- 7 (19) "Vacant land", any parcel or combination of parcels of 8 real property not used for industrial, commercial, or residential 9 buildings.
- 10 99.820. 1. A municipality may:

- (1) By ordinance introduced in the governing body of the municipality within fourteen to ninety days from the completion of the hearing required in section 99.825, approve redevelopment plans and redevelopment projects, and designate redevelopment project areas pursuant to the notice and hearing requirements of sections 99.800 to 99.865. No redevelopment project shall be approved unless a redevelopment plan has been approved and a redevelopment area has been designated prior to or concurrently with the approval of such redevelopment project and the area selected for the redevelopment project shall include only those parcels of real property and improvements thereon directly and substantially benefitted by the proposed redevelopment project improvements;
- (2) Make and enter into all contracts necessary or incidental to the implementation and furtherance of its redevelopment plan or project;
- (3) Pursuant to a redevelopment plan, subject to any constitutional limitations, acquire by purchase, donation, lease

or, as part of a redevelopment project, eminent domain, own, 1 2 convey, lease, mortgage, or dispose of land and other property, 3 real or personal, or rights or interests therein, and grant or 4 acquire licenses, easements and options with respect thereto, all 5 in the manner and at such price the municipality or the 6 commission determines is reasonably necessary to achieve the 7 objectives of the redevelopment plan. No conveyance, lease, 8 mortgage, disposition of land or other property, acquired by the 9 municipality, or agreement relating to the development of the 10 property shall be made except upon the adoption of an ordinance by the governing body of the municipality. Each municipality or 11 12 its commission shall establish written procedures relating to 13 bids and proposals for implementation of the redevelopment 14 projects. Furthermore, no conveyance, lease, mortgage, or other 15 disposition of land or agreement relating to the development of 16 property shall be made without making public disclosure of the 17 terms of the disposition and all bids and proposals made in 18 response to the municipality's request. Such procedures for 19 obtaining such bids and proposals shall provide reasonable 20 opportunity for any person to submit alternative proposals or 21 bids;

(4) Within a redevelopment area, clear any area by demolition or removal of existing buildings and structures;

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- (5) Within a redevelopment area, renovate, rehabilitate, or construct any structure or building;
 - (6) Install, repair, construct, reconstruct, or relocate streets, utilities, and site improvements essential to the preparation of the redevelopment area for use in accordance with

- 1 a redevelopment plan;
- 2 (7) Within a redevelopment area, fix, charge, and collect
- 3 fees, rents, and other charges for the use of any building or
- 4 property owned or leased by it or any part thereof, or facility
- 5 therein;
- 6 (8) Accept grants, guarantees, and donations of property,
- 7 labor, or other things of value from a public or private source
- 8 for use within a redevelopment area;
- 9 (9) Acquire and construct public facilities within a
- 10 redevelopment area;
- 11 (10) Incur redevelopment costs and issue obligations;
- 12 (11) Make payment in lieu of taxes, or a portion thereof,
- 13 to taxing districts;
- 14 (12) Disburse surplus funds from the special allocation
- 15 fund to taxing districts as follows:
- 16 (a) Such surplus payments in lieu of taxes shall be
- distributed to taxing districts within the redevelopment area
- 18 which impose ad valorem taxes on a basis that is proportional to
- 19 the current collections of revenue which each taxing district
- 20 receives from real property in the redevelopment area;
- 21 (b) Surplus economic activity taxes shall be distributed to
- taxing districts in the redevelopment area which impose economic
- activity taxes, on a basis that is proportional to the amount of
- 24 such economic activity taxes the taxing district would have
- 25 received from the redevelopment area had tax increment financing
- 26 not been adopted;
- 27 (c) Surplus revenues, other than payments in lieu of taxes
- and economic activity taxes, deposited in the special allocation

- fund, shall be distributed on a basis that is proportional to the total receipt of such other revenues in such account in the year prior to disbursement;
- If any member of the governing body of the 5 municipality, a member of a commission established pursuant to 6 subsection 2 or 3 of this section, or an employee or consultant 7 of the municipality, involved in the planning and preparation of 8 a redevelopment plan, or redevelopment project for a 9 redevelopment area or proposed redevelopment area, owns or 10 controls an interest, direct or indirect, in any property included in any redevelopment area, or proposed redevelopment 11 12 area, which property is designated to be acquired or improved 13 pursuant to a redevelopment project, he or she shall disclose the 14 same in writing to the clerk of the municipality, and shall also 15 so disclose the dates, terms, and conditions of any disposition 16 of any such interest, which disclosures shall be acknowledged by 17 the governing body of the municipality and entered upon the minutes books of the governing body of the municipality. If an 18 19 individual holds such an interest, then that individual shall 20 refrain from any further official involvement in regard to such 21 redevelopment plan, redevelopment project or redevelopment area, 22 from voting on any matter pertaining to such redevelopment plan, 23 redevelopment project or redevelopment area, or communicating 24 with other members concerning any matter pertaining to that 25 redevelopment plan, redevelopment project or redevelopment area. 26 Furthermore, no such member or employee shall acquire any 27 interest, direct or indirect, in any property in a redevelopment 28 area or proposed redevelopment area after either (a) such

individual obtains knowledge of such plan or project, or (b)
first public notice of such plan, project or area pursuant to
section 99.830, whichever first occurs;

- (14) Charge as a redevelopment cost the reasonable costs incurred by its clerk or other official in administering the redevelopment project. The charge for the clerk's or other official's costs shall be determined by the municipality based on a recommendation from the commission, created pursuant to this section.
- 2. Prior to adoption of an ordinance approving the designation of a redevelopment area or approving a redevelopment plan or redevelopment project, the municipality shall create a commission of nine persons if the municipality is a county or a city not within a county and not a first class county with a charter form of government with a population in excess of nine hundred thousand, and eleven persons if the municipality is not a county and not in a first class county with a charter form of government having a population of more than nine hundred thousand, and twelve persons if the municipality is located in or is a first class county with a charter form of government having a population of more than nine hundred thousand, to be appointed as follows:
- (1) In all municipalities two members shall be appointed by the school boards whose districts are included within the redevelopment plan or redevelopment area. Such members shall be appointed in any manner agreed upon by the affected districts;
- (2) In all municipalities one member shall be appointed, in any manner agreed upon by the affected districts, to represent

all other districts levying ad valorem taxes within the area selected for a redevelopment project or the redevelopment area, excluding representatives of the governing body of the municipality;

- (3) In all municipalities six members shall be appointed by the chief elected officer of the municipality, with the consent of the majority of the governing body of the municipality;
- (4) In all municipalities which are not counties and not in a first class county with a charter form of government having a population in excess of nine hundred thousand, two members shall be appointed by the county of such municipality in the same manner as members are appointed in subdivision (3) of this subsection;
- (5) In a municipality which is a county with a charter form of government having a population in excess of nine hundred thousand, three members shall be appointed by the cities in the county which have tax increment financing districts in a manner in which the cities shall agree;
- (6) In a municipality which is located in the first class county with a charter form of government having a population in excess of nine hundred thousand, three members shall be appointed by the county of such municipality in the same manner as members are appointed in subdivision (3) of this subsection;
- (7) At the option of the members appointed by the municipality, the members who are appointed by the school boards and other taxing districts may serve on the commission for a term to coincide with the length of time a redevelopment project, redevelopment plan or designation of a redevelopment area is

considered for approval by the commission, or for a definite term 1 2 pursuant to this subdivision. If the members representing school districts and other taxing districts are appointed for a term 3 coinciding with the length of time a redevelopment project, plan 5 or area is approved, such term shall terminate upon final 6 approval of the project, plan or designation of the area by the 7 governing body of the municipality. Thereafter the commission 8 shall consist of the six members appointed by the municipality, 9 except that members representing school boards and other taxing 10 districts shall be appointed as provided in this section prior to any amendments to any redevelopment plans, redevelopment projects 11 12 or designation of a redevelopment area. If any school district 13 or other taxing jurisdiction fails to appoint members of the 14 commission within thirty days of receipt of written notice of a 15 proposed redevelopment plan, redevelopment project or designation 16 of a redevelopment area, the remaining members may proceed to 17 exercise the power of the commission. Of the members first appointed by the municipality, two shall be designated to serve 18 19 for terms of two years, two shall be designated to serve for a 20 term of three years and two shall be designated to serve for a 21 term of four years from the date of such initial appointments. 22 Thereafter, the members appointed by the municipality shall serve 23 for a term of four years, except that all vacancies shall be 24 filled for unexpired terms in the same manner as were the 25 original appointments. Members appointed by the county executive 26 or presiding commissioner prior to August 28, 2008, shall continue their service on the commission established in 27 28 subsection 3 of this section without further appointment unless

- the county executive or presiding commissioner appoints a new member or members.
- 3 3. Beginning August 28, 2008:

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- In lieu of a commission created under subsection 2 of 5 this section, any city, town, or village in a county with a 6 charter form of government and with more than one million 7 inhabitants, in a county with a charter form of government and 8 with more than two hundred fifty thousand but fewer than three 9 hundred fifty thousand inhabitants, or in a county of the first 10 classification with more than one hundred eighty-five thousand but fewer than two hundred thousand inhabitants shall, prior to 11 12 adoption of an ordinance approving the designation of a 13 redevelopment area or approving a redevelopment plan or 14 redevelopment project, create a commission consisting of twelve 15 persons to be appointed as follows:
 - (a) Six members appointed either by the county executive or presiding commissioner; notwithstanding any provision of law to the contrary, no approval by the county's governing body shall be required;
 - (b) Three members appointed by the cities, towns, or villages in the county which have tax increment financing districts in a manner in which the chief elected officials of such cities, towns, or villages agree;
 - (c) Two members appointed by the school boards whose districts are included in the county in a manner in which the school boards agree; and
- 27 (d) One member to represent all other districts levying ad 28 valorem taxes in the proposed redevelopment area in a manner in

1 which all such districts agree.

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No city, town, or village subject to this subsection shall create or maintain a commission under subsection 2 of this section, except as necessary to complete a public hearing for which notice under section 99.830 has been provided prior to August 28, 2008, and to vote or make recommendations relating to redevelopment plans, redevelopment projects, or designation of redevelopment areas, or amendments thereto that were the subject of such public hearing;

Members appointed to the commission created under this (2) subsection, except those six members appointed by either the county executive or presiding commissioner, shall serve on the commission for a term to coincide with the length of time a redevelopment project, redevelopment plan, or designation of a redevelopment area is considered for approval by the commission. The six members appointed by either the county executive or the presiding commissioner shall serve on all such commissions until replaced. The city, town, or village that creates a commission under this subsection shall send notice thereof by certified mail to the county executive or presiding commissioner, to the school districts whose boundaries include any portion of the proposed redevelopment area, and to the other taxing districts whose boundaries include any portion of the proposed redevelopment The city, town, or village that creates the commission shall also be solely responsible for notifying all other cities, towns, and villages in the county that have tax increment financing districts and shall exercise all administrative

functions of the commission. The school districts receiving notice from the city, town, or village shall be solely responsible for notifying the other school districts within the county of the formation of the commission. If the county, school board, or other taxing district fails to appoint members to the commission within thirty days after the city, town, or village sends the written notice, as provided herein, that it has convened such a commission or within thirty days of the expiration of any such member's term, the remaining duly appointed members of the commission may exercise the full powers of the commission.

- 4. (1) Any commission created under this section, subject to approval of the governing body of the municipality, may exercise the powers enumerated in sections 99.800 to 99.865, except final approval of plans, projects and designation of redevelopment areas. The commission shall hold public hearings and provide notice pursuant to sections 99.825 and 99.830.
- (2) Any commission created under subsection 2 of this section shall vote on all proposed redevelopment plans, redevelopment projects and designations of redevelopment areas, and amendments thereto, within thirty days following completion of the hearing on any such plan, project or designation and shall make recommendations to the governing body within ninety days of the hearing referred to in section 99.825 concerning the adoption of or amendment to redevelopment plans and redevelopment projects and the designation of redevelopment areas. The requirements of subsection 2 of this section and this subsection shall not apply to redevelopment projects upon which the required hearings have

- 1 been duly held prior to August 31, 1991.
- 2 (3) Any commission created under subsection 3 of this
- 3 section shall, within fifteen days of the receipt of a
- 4 redevelopment plan meeting the minimum requirements of section
- 5 99.810, as determined by counsel to the city, town, or village
- 6 creating the commission and a request by the applicable city,
- 7 town, or village for a public hearing, fix a time and place for
- 8 the public hearing referred to in section 99.825. The public
- 9 hearing shall be held no later than seventy-five days from the
- 10 commission's receipt of such redevelopment plan and request for
- 11 public hearing. The commission shall vote and make
- 12 recommendations to the governing body of the city, town, or
- village requesting the public hearing on all proposed
- 14 redevelopment plans, redevelopment projects, and designations of
- 15 redevelopment areas, and amendments thereto within thirty days
- 16 following the completion of the public hearing. A recommendation
- of approval shall only be deemed to occur if a majority of the
- 18 <u>commissioners voting on such plan, project, designation, or</u>
- amendment thereto vote for approval. A tied vote shall be
- 20 considered a recommendation in opposition. If the commission
- 21 fails to vote within thirty days following the completion of the
- 22 public hearing referred to in section 99.825 concerning the
- 23 proposed redevelopment plan, redevelopment project, or
- designation of redevelopment area, or amendments thereto, such
- 25 plan, project, designation, or amendment thereto shall be deemed
- rejected by the commission.
- 27 99.825. 1. Prior to the adoption of an ordinance proposing
- 28 the designation of a redevelopment area, or approving a

redevelopment plan or redevelopment project, the commission shall 1 2 fix a time and place for a public hearing as required in 3 subsection 4 of section 99.820 and notify each taxing district located wholly or partially within the boundaries of the proposed 5 redevelopment area, plan or project. At the public hearing any 6 interested person or affected taxing district may file with the 7 commission written objections to, or comments on, and may be heard orally in respect to, any issues embodied in the notice. 8 9 The commission shall hear and consider all protests, objections, 10 comments and other evidence presented at the hearing. hearing may be continued to another date without further notice 11 12 other than a motion to be entered upon the minutes fixing the 13 time and place of the subsequent hearing; provided, if the 14 commission is created under subsection 3 of section 99.820, the 15 hearing shall not be continued for more than thirty days beyond 16 the date on which it is originally opened unless such longer 17 period is requested by the chief elected official of the 18 municipality creating the commission and approved by a majority of the commission. Prior to the conclusion of the hearing, 19 20 changes may be made in the redevelopment plan, redevelopment 21 project, or redevelopment area, provided that each affected 22 taxing district is given written notice of such changes at least 23 seven days prior to the conclusion of the hearing. After the 24 public hearing but prior to the adoption of an ordinance 25 approving a redevelopment plan or redevelopment project, or 26 designating a redevelopment area, changes may be made to the 27 redevelopment plan, redevelopment projects or redevelopment areas 28 without a further hearing, if such changes do not enlarge the

exterior boundaries of the redevelopment area or areas, and do not substantially affect the general land uses established in the redevelopment plan or substantially change the nature of the redevelopment projects, provided that notice of such changes shall be given by mail to each affected taxing district and by publication in a newspaper of general circulation in the area of the proposed redevelopment not less than ten days prior to the adoption of the changes by ordinance. After the adoption of an ordinance approving a redevelopment plan or redevelopment project, or designating a redevelopment area, no ordinance shall be adopted altering the exterior boundaries, affecting the general land uses established pursuant to the redevelopment plan or changing the nature of the redevelopment project without complying with the procedures provided in this section pertaining to the initial approval of a redevelopment plan or redevelopment project and designation of a redevelopment area. Hearings with regard to a redevelopment project, redevelopment area, or redevelopment plan may be held simultaneously.

2. [Effective January 1, 2008,] If, after concluding the hearing required under this section, the commission makes a recommendation under section 99.820 in opposition to a proposed redevelopment plan, redevelopment project, or designation of a redevelopment area, or any amendments thereto, a municipality desiring to approve such project, plan, designation, or amendments shall do so only upon a two-thirds majority vote of the governing body of such municipality. For plans, projects, designations, or amendments approved by a municipality over the recommendation in opposition by the commission formed under

subsection 3 of section 99.820, the economic activity taxes and
payments in lieu of taxes generated by such plan, project,
designation, or amendment shall not exceed the costs associated
with those contained in subparagraph b of paragraph (c) of
subdivision (15) of section 99.805 per redevelopment project.

3. Tax incremental financing projects within an economic development area shall apply to and fund only the following infrastructure projects: highways, roads, streets, bridges, sewers, traffic control systems and devices, water distribution and supply systems, curbing, sidewalks and any other similar public improvements, but in no case shall it include buildings.