## Department of Planning and Budget 2025 General Assembly Session State Fiscal Impact Statement

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## ORIGINAL

Bill Number:HB2163Patron:Bill Title:Enterprise Zone Grant Program.

**Bill Summary:** Makes several changes to the enterprise zone grant program. The bill removes current distress factors considered with zone designation applications and instead assesses locality-wide need in part by determining whether such zones are located in a distressed or double distressed locality, both defined in the bill. The bill authorizes the Governor to designate up to 10 additional enterprise zones on or after July 1, 2025. For enterprise zone real property investment grants, the bill (i) creates an elevated grant tier on and after July 1, 2025, for major qualified zone investors, defined in the bill, and caps grants for major qualified zone investors at \$300,000 within any five-year period for any individual building or facility and (ii) allows child day centers for purposes of qualified real property investments on which any enterprise zone real property investment grants are based.

Budget Amendment Necessary: No. Items Impacted: N/A

**Explanation:** This bill involves the Department of Housing and Community Development (DHCD); however, no budget action is required. See Fiscal Analysis section, below.

Fiscal Summary: It is anticipated that any costs DHCD may incur can be absorbed within existing resources.

**Fiscal Analysis:** This impact statement is preliminary. It is anticipated that the Department of Housing and Community Development can absorb any costs associated with the implementation of this bill.

Other: None.