

## What is the Application Process for Tax Increment Financing?

A redeveloper desiring the use of TIF must submit a completed application form to the CRA office at City Hall. Interested redevelopers can obtain an application form at City Hall or on-line at <[www.cityofkearney.org](http://www.cityofkearney.org)>.

The application and supplemental materials must be sufficient for the CRA to determine that:

- 1) The redevelopment project would not be economically feasible without the use of TIF;
- 2) The redevelopment project would not occur in the city of Kearney without the use of TIF; and
- 3) The costs and benefits of the redevelopment project, including costs and benefits to other affected political subdivisions, the economy of the community, and the demand for public and private services, are found to be in the long-term best interests of the City.

## LEARN MORE ABOUT THE CRA AND COMMUNITY REDEVELOPMENT

In order to learn more about the CRA, citizens may contact their CRA Board Members, listed below, or contact the CRA office at 308-233-3222:

Jon Abegglen	308-698-5273
Larry Butler	308-234-5524
Randy DeFreece	308-865-2704
Tim Mannlein	308-234-6171
Janice Wiebusch	308-234-5550

### KEARNEY COMMUNITY REDEVELOPMENT AUTHORITY

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P.O. Box 1180  
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Phone: 308-233-3222  
Fax: 308-234-6399  
E-mail: [sbrodine@kearneygov.org](mailto:sbrodine@kearneygov.org)

[www.cityofkearney.org](http://www.cityofkearney.org)



A POLITICAL  
SUBDIVISION OF THE  
CITY OF KEARNEY  
DEDICATED TO  
IMPROVING ECONOMIC  
AND LIVING  
CONDITIONS  
THROUGHOUT THE  
COMMUNITY.



## **What is a Community Redevelopment Authority (CRA)?**

Nebraska's Community Development Law empowers the governing body of any Nebraska city to create a special political subdivision for the purpose of determining and designating certain areas of the city in need of improvement and development. This body can determine the types of improvements or developments needed and recommend appropriate means for funding such improvements or developments for the maximum benefit to the city's taxpayers. The CRA can borrow money, issue bonds, conduct public hearings, undertake investigations, surveys, appraisals, and ask for a levy of taxes.

The Kearney City Council established the CRA by unanimous vote on August 10, 1993.

## **When does the CRA meet and are meetings open to the public?**

The CRA meets quarterly in January, April, July, and October on the

second Wednesday of the month at 8:30 a.m. in City Council Chambers on the second floor of City Hall. Special meetings may also be called; notice is published in the Kearney Hub.

## **What can the CRA do to benefit the community?**

Across the state, tax increment financing has been used to provide public improvements for rental housing projects, economic development incentives for industrial and manufacturing entities, upgrades of buildings and public facilities in downtown areas, purchase of land for redevelopment activities, update of business and recreational facilities, and other development enhancing activities. Kearney's CRA encourages and evaluates projects based upon their positive impacts on neighborhoods and the community in general.

For a list of completed and ongoing CRA projects, please visit <[www.cityofkearney.org](http://www.cityofkearney.org)>.

## **What is Tax Increment Financing?**

Tax increment financing (TIF) is the use of new real property tax dollars created by a project to support the financing of the project. For example, assume a commercial property is developed and the pre-development property value is \$100,000. After redevelopment, the project is valued at \$600,000. Property taxes on the original value of the project (\$100,000) continue to be paid to the local taxing entities.

The TIF provision allows the property taxes on the increased value (\$500,000) to be paid to the CRA and invested back into public improvements for the project.

TIF provision allows this incremental property tax to be redirected for the project for a period of up to 15 years. At the end of the TIF, the entire tax on the redevelopment project would become part of the general tax base.

## **What is a blighted and substandard area?**

An area that has been declared blighted and substandard, in accordance with Nebraska state statutes, is defined as one where conditions are present which may have a detrimental effect on public health, safety, morals, or welfare of the neighborhood. The statutes point to conditions such as inadequate infrastructure, conditions which endanger life and property by fire or other causes, dilapidated buildings, inadequate parking, congestion, and economically or socially unacceptable land uses.

Projects must be in an area that has been declared blighted to be eligible for TIF financing.