

MINNESOTA • REVENUE

PROPERTY TAX Extend Rushford TIF district

February 22, 2002

	Yes	No
Separate Official Fiscal Note Requested		X
Fiscal Impact		
DOR Administrative Costs/Savings		X

Department of Revenue
Analysis of H.F. 2602 (Rifenberg), S.F. 2442 (Kierlin)

<u>Revenue Gain or (Loss)</u>			
<u>F.Y. 2002</u>	<u>F.Y. 2003</u>	<u>F.Y. 2004</u>	<u>F.Y. 2005</u>

(000's)

General Fund

Homeowner PTR increase \$0 (negligible) (negligible)

Effective after local approval (assumed to be for taxes payable 2003 and 2004).

EXPLANATION OF THE BILL

Proposed Law: The proposal allows Rushford to extend their downtown redevelopment TIF district for 2 more years. The city may also apply for a TIF grant under MS 469.1799 to cover any deficits. The proposal is effective upon city approval.

REVENUE ANALYSIS DETAIL

- According to the 2001 TIF abstract, the district was created in 1980, contains 117 parcels, has a captured net tax capacity value of \$115,000, and a TIF levy of \$153,000.
- There would be little or no impact on property tax refunds or market value credits.

Number of Taxpayers Affected: Few property owners in Fillmore County.

ADMINISTRATIVE/OPERATIONAL IMPACT

There will be no significant administrative or operational costs or savings to DOR in administration of this bill.

Source: Minnesota Department of Revenue
Tax Research Division
<http://www.taxes.state.mn.us/polic.html#analyses>

hf2602(sf2442)-1/LAM