

MINNESOTA • REVENUE

PROPERTY TAX Ramsey TIF District

April 4, 2006

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue
Analysis of H.F. 4073 (Abeler) S.F. 3729 (Jungbauer)

Effective upon local approval.

The bill authorizes the city of Ramsey or a development authority to create a tax increment financing (TIF) district, with boundaries as listed. The district is deemed to be a redevelopment district without regard to statutory qualifications. All parcels described are included in the district. Housing receiving assistance must meet specified requirements. The district's increments must be used only to pay for costs related to the project. The TIF district is subject to local approval by the city of Ramsey.

The proposed exceptions to the general TIF provisions may an impact on the local tax base and tax rate in the future and may result in a small increase in property tax refunds paid by the state.

Source: Minnesota Department of Revenue
Tax Research Division
http://www.taxes.state.mn.us/taxes/legal_policy

hf4073_1/lm