

MINNESOTA • REVENUE

PROPERTY TAX Wells TIF District

February 26, 2008

Department of Revenue
Analysis of H.F. 2723 (Cornish) / S.F. 2601 (Rosen)

	Yes	No
DOR Administrative Costs/Savings		X

The bill allows the city of Wells Downtown Development Program 1 tax increment financing (TIF) to exclude from the definition of increments rents paid by private tenants, and proceeds from the sale of a building. Local approval is required.

The proposed exceptions to the general TIF provisions may have 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

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