

MINNESOTA • REVENUE

PROPERTY TAX TIF District Plan Modifications

March 13, 2008

Department of Revenue
Analysis of S.F. 1566 (Sieben) / H.F. 1808 (Atkins)

	Yes	No
DOR Administrative Costs/Savings		X

Effective day following final enactment.

Municipalities and defined authorities are permitted to alter tax increment financing (TIF) district plans under certain circumstances. The proposal allows certain actions without requiring plan modification and hearings. An authority is allowed to acquire one or more parcels under common ownership from a willing seller for the purpose of development as a housing project.

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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