MINNESOTA · REVENUE

PROPERTY TAX Eagan TIF District

March 16, 2007

	Yes	No
DOR Administrative		
Costs/Savings		X

Department of Revenue Analysis of S.F. 1843 (Carlson) / H.F. 2129 (Wardlow)

The bill allows the city of Eagan to establish one or more economic development tax increment financing districts in a specified area (Section 13, Township 27, Range 23). Special exemptions allow more than 15% non-qualifying use and an expanded list of purposes for which increments may be expended. The original tax rate requirement also does not apply. The authority to approve TIF plans under this bill expires December 31, 2008. 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 an 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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