

# MINNESOTA • REVENUE

## PROPERTY TAX Columbia Heights TIF District

March 21, 2007

Department of Revenue  
Analysis of S.F. 2008 (Chaudhary)

	Yes	No
DOR Administrative Costs/Savings		X

The bill authorizes the city of Columbia Heights and the Columbia Heights Economic Development Authority to establish a housing revitalization tax increment financing (TIF) district. Increments may be spent only for the costs of a home rehabilitation program, substandard home replacement program, and downtown dump remediation. Several exceptions to the general TIF provisions would be allowed for this district. Increment authority expires 25 years after the first increment is received. The authority to approve a TIF plan to establish the housing revitalization district expires on December 31, 2008.

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](http://www.taxes.state.mn.us/taxes/legal_policy)

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