

# MINNESOTA • REVENUE

## PROPERTY TAX St. Paul TIF

February 5, 2010

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue  
Analysis of H.F. 2656 (Thao) / S.F.2467 (Moua)

The bill exempts the city of St. Paul's Snelling University tax increment financing (TIF) district from several increment expenditure provisions. The provisions exempted require 75% of TIF tax increments to be spent within the district, and require activity to begin within five years. Also exempted is the requirement that 90% of redevelopment district increments be spent on activities such as acquisition costs, demolition and rehabilitation costs, hazardous substance removal, and public improvements. Effective following local approval.

The proposed exemptions 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  
Property Tax Division – Research Unit  
[http://www.taxes.state.mn.us/taxes/legal\\_policy](http://www.taxes.state.mn.us/taxes/legal_policy)

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