

# MINNESOTA • REVENUE

February 25, 2011

## PROPERTY TAX TIF Extension

	Yes	No
DOR Administrative Cost/Savings		X

Department of Revenue  
Analysis of S.F. 0420 (Senjem) as introduced.

Effective for taxes payable 2012 and thereafter.

The bill extends the deadline for construction to begin in economic development districts from July 1, 2011 to July 1, 2013. The certification date is also extended two years, as well as the authority to spend increments. Effective day following final enactment.

The proposed changes 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 change in property tax refunds paid by the state.

### PROPERTY TAX BENCHMARKS (Minn. Stat. § 270C.991)

*Transparency, Understandability, Simplicity & Accountability*      Neutral

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*Efficiency & Compliance*      Neutral

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*Equity (Vertical & Horizontal)*      Neutral

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*Stability & Predictability*      Neutral

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*Competitiveness for Businesses*      Neutral

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*Responsiveness to Economic Conditions*      Neutral

*The bill is scored on a three point scale (decrease, neutral, increase) for each principle in comparison to current law.*

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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