MINNESOTA · REVENUE

PROPERTY TAX
Brooklyn Park TIF

March 09, 2012

	Yes	No
DOR Administrative Cost/Savings		**x**

Department of Revenue
Analysis of S.F. 1961 (Eaton) as proposed to be amended by SCS1961A-1

The bill allows the city of Brooklyn Park's Economic Development Authority (EDA) to create a tax increment financing (TIF) district for parcel 2911921340004. The development would be a hotel and aquatic performance and wellness center. Construction must begin before July 1, 2013. Temporary authority to stimulate construction expires on July 1, 2014.

The requirement that activity commence within a 5 year period from date of certification is considered to be met for TIF district #23 if activities are undertaken by July 1, 2014.

Effective following local approval.

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
Efficiency & Compliance	Neutral
Equity (Vertical & Horizontal)	Neutral
Stability & Predictability	Neutral
Competitiveness for Businesses	Neutral
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/legal_policy

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