

MINNESOTA • REVENUE

February 15, 2013

PROPERTY TAX

TIF Extension to Stimulate Construction

	Yes	No
DOR Administrative Cost/Savings		X

Department of Revenue
Analysis of H.F. 0608 (Lohmer) as introduced

EXPLANATION OF THE BILL

The bill extends the deadline for construction stimulus economic development tax increment financing (TIF) districts 2 years. Effective day following final enactment, and is applicable to all TIF districts.

REVENUE ANALYSIS DETAIL

The proposed modifications 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
[www.revenue.state.mn.us/research_stats/
pages/revenue-analyses.aspx](http://www.revenue.state.mn.us/research_stats/pages/revenue-analyses.aspx)

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