

# MINNESOTA • REVENUE

February 25, 2013

## PROPERTY TAX TIF Extension

	Yes	No
DOR Administrative Cost/Savings		X

Department of Revenue

Analysis of S.F. 0610 (Hoffman) / H.F. 0732 (Newton) as introduced

### EXPLANATION OF THE BILL

The bill extends the duration of certain increment financing (TIF) districts to December 31, 2016. Qualifying districts must have been certified on or after January 1, 2005 and before April 20, 2009. Effective following final enactment.

### REVENUE ANALYSIS DETAIL

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)

<i>Transparency, Understandability, Simplicity &amp; Accountability</i>	Neutral
<i>Efficiency &amp; Compliance</i>	Neutral
<i>Equity (Vertical &amp; Horizontal)</i>	Neutral
<i>Stability &amp; Predictability</i>	Neutral
<i>Competitiveness for Businesses</i>	Neutral
<i>Responsiveness to Economic Conditions</i>	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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