

MINNESOTA • REVENUE

PROPERTY TAX

Eagan; TIF District 2-5 five year-rule extended

March 10, 2014

	Yes	No
DOR Administrative Cost/Savings		X

Department of Revenue

Analysis of H.F. 2886 (Atkins) / S.F. 2573 (Metzen) as introduced

Property tax section effective for taxes payable 2014 and thereafter.

EXPLANATION OF THE BILL

The bill extends the time limit for the city of Eagan for activity to be undertaken from the date of certification within tax increment financing (TIF) district number 2-5 from five years to ten.

Effective upon local approval.

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)

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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