MINNESOTA · REVENUE

March 21, 2014

PROPERTY TAX

Housing project TIF requirements modified

	Yes	No
DOR Administrative Cost/Savings		X

Department of Revenue

Analysis of H.F. 2963 (Clark) / S.F. 2541 (Stumpf) as introduced.

Property tax section effective for taxes payable 2014 and thereafter.

EXPLANATION OF THE BILL

The bill makes several language changes to income requirements for housing projects. The repealed provision in section 2 is inserted in section 1.

Various effective dates.

REVENUE ANALYSIS DETAIL

The proposed changes to 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

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