

PUBLIC FINANCE
Modifying the city's special TIF
authority for the Central Station district

March 01, 2019

	Yes	No
DOR Administrative Cost/Savings		X

Department of Revenue
 Analysis of H.F. 0220 (Carlson, A) / S.F. 0551 (Wiklund) as introduced

	Fund Impact			
	FY2020	FY2021	FY2022	FY2023
	(000's)			
General Fund	\$0	\$0	\$0	\$0

Effective upon local approval.

EXPLANATION OF THE BILL

Under current law, the Port Authority of the City of Bloomington's Tax Increment Financing (TIF) District No. 1-I, Bloomington Central Station has a 15 year limit (under 2013 special legislation) to complete activities required under the five-year rule.

The proposal would remove the time limit and requirements for completing five-year rule activities for the Bloomington Central Station TIF District. The proposal also removes limits on the use of revenues after the five-year rule activities are completed.

REVENUE ANALYSIS DETAIL

- The proposed changes to the special TIF provision 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.

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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