

PUBLIC FINANCE
Minneapolis upper harbor terminal redevelopment project special TIF rules authorization

March 01, 2019

	Yes	No
DOR Administrative Cost/Savings		x

Department of Revenue
 Analysis of S.F. 0786 (Champion) / H.F. 0671 (Lee) as introduced

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

Effective following local approval.

EXPLANATION OF THE BILL

The proposal would authorize the creation of tax increment financing (TIF) districts for the Upper Harbor Terminal Redevelopment Project in the city of Minneapolis. The TIF districts would have to be within a certain portion of the North Washington Industrial Park Redevelopment Project Area and only include property that was formerly used as a municipally owned intermodal barge shipping facility.

The proposal also makes exceptions to some rules for any redevelopment TIF districts established under its authority. These include removing limits on the use of increment, extending the five-year rule to ten years, and allowing increment from any TIF district created under the proposal to be spent anywhere within the project area.

REVENUE ANALYSIS DETAIL

- The proposed changes to this 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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