

**PROPERTY TAX
Fridley TIF District Special
Rules Authorization**

March 28, 2023

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue

Analysis of S.F. 1251 (Kunesh) as proposed to be amended by SCS1251A-1

	Fund Impact			
	F.Y. 2024	F.Y. 2025	F.Y. 2026	F.Y. 2027
	(000's)			
General Fund	\$0	\$0	\$0	\$0

Effective following local approval.

EXPLANATION OF THE BILL

The proposal would allow the city of Fridley or its economic development authority to transfer tax increment accumulated from Fridley Tax Increment Financing (TIF) District No. 20 to the Fridley Housing and Redevelopment Authority. Transferred increment may only be expended on grants, loans, and loan guarantees for the development, rehabilitation, or financing of housing or to match other funds from federal, state or private resources for housing projects. The city of Fridley would be required to provide two reports to the legislature, in 2025 and 2027, including detailed information relating to each program financed with increment under this proposal. The authority to make transfers under this proposal expires December 31, 2027.

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
<https://www.revenue.state.mn.us/revenue-analyses>

sf1251(hf1458) TIF Fridley_pt_2/wms