

**PROPERTY TAX  
West St. Paul TIF District  
Establishment and Special  
Rules Authorization**

March 15, 2023

Department of Revenue  
Analysis of S.F. 158 (Klein) / H.F. 428 (Clardy) as introduced

	Yes	No
DOR Administrative Costs/Savings		X

**Fund Impact**

	<u>F.Y. 2024</u>	<u>F.Y. 2025</u>	<u>F.Y. 2026</u>	<u>F.Y. 2027</u>
	(000's)			
General Fund	\$0	\$0	\$0	\$0

Effective following local approval.

**EXPLANATION OF THE BILL**

The proposal would allow the economic development authority of the city of West St. Paul or the city of West St. Paul to establish one or more redevelopment tax increment financing (TIF) districts within a defined area. The proposal would provide special rules for the district. These include removing restrictions on redevelopment districts and deeming any expenditures incurred in connection with development of the property as allowable uses of tax increment.

**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>

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