

HOUSE RESEARCH

Bill Summary

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This bill modifies a special law, enacted by the 2014 legislature, for the city of Maple Grove. The 2014 special law allowed the city to establish TIF districts subject to various special rules (i.e., different than those under the general TIF law) to help develop the site of a gravel pit.

The 2014 law described a specific area of the city as the project area (i.e., the area in which the city could both expend tax increments and establish the TIF districts). In addition, before proceeding under the law, the city was required to find that specific conditions existing in the defined area – specifically that certain percentage tests were met. This bill amends that law to allow the city to designate only part of the defined area. This will give the city more flexibility in determining whether the percentage tests are met, but will also limit where moneys may be spent and TIF districts created under the special rules.