

**Subject** Redevelopment area homestead credit

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## Overview

This bill creates the redevelopment area homestead credit. This new property tax credit would be available homestead properties within the city of South St. Paul and would be equal to 70 percent of the portion of a property's tax attributable to the repayment of city capital improvement bonds.

## Summary

Section	Description
1	<b>Redevelopment area homestead credit.</b> Creates a new property tax credit for homesteads in South St. Paul. The credit would be equal to 70 percent of the portion of the property's tax attributable to the repayment of city capital improvement bonds.
2	<b>Payment; school districts.</b> Adds the credit to the list of property tax credits for which school districts are reimbursed.
3	<b>Computation of net property taxes.</b> Adds the credit to the calculation of net property tax.
4	<b>Notice of proposed property taxes.</b> Adds the credit to the proposed property tax statement.
5	<b>City capital projects levies.</b> Requires the city of South St. Paul to certify to the county auditor the portion of the city levy that is levied for repayment of capital improvement bonds.
6	<b>Computation of tax rates.</b> Requires the county auditor to determine the city capital debt tax rate in the city of South St. Paul for the purposes of calculating the credit established by the bill.

Section	Description
7	<b>Contents of tax statement.</b> Adds the credit to the property tax statement.



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