Overview

This bill extends the duration of the Williams Hill TIF district in the city of St. Paul. The bill provides that the first $2,000 of increments do not count in calculating the duration limit.

1. **St. Paul, TIF.** Extends the duration of the Williams Hill TIF district in St. Paul by ignoring the first $2,000 of increment for purposes of the duration limit. The duration limits for TIF districts generally begin upon receipt of the first increment.

   **Background information.** Under general law, redevelopment, housing, and hazardous substance subdistricts are allowed to waive increments to prevent the duration limits from beginning to run. This allows the authority to avoid the situation where a small increment begins the duration limit. However, if the authority adopts this option the duration limit is reduced by five years.

2. **Effective date.** Provides the section is effective upon local approval by the city of St. Paul. Because this bill provides a duration extension, it is also subject to local approval by the county and the school district under Minnesota Statutes, section 469.1782, subdivision 2. Without an exemption, the state aid offset also would apply during the extension period.