Overview

This bill allows Minneapolis (either the city or the Community Development Agency) to establish a TIF district to construct a new central library. This district is exempt from a number of TIF rules under general law:

- It has an original tax capacity of zero.
- It is a redevelopment district without meeting the blight test and is not required to spend 90% of its increments on blight correction.
- An extended duration limit of 30 years applies.
- Increment may be used to construct municipal buildings.
- The state aid offset does not apply.

The district has a duration limit of 30 years after receipt of the first increment. The limit under general law for redevelopment districts is 25 years.

1 **TIF; Minneapolis central library.** Authorizes the city of Minneapolis or the Minneapolis Community Development Agency to establish a TIF district for construction of the central library. This TIF district is exempt from a number of rules under general law:
   - The original tax capacity is zero.
   - The district is a redevelopment district without meeting the blight test.
   - The general law requirement that 90% of increments from a redevelopment district must be spent on blight correction does not apply.
   - The prohibition on spending increments to construct municipal buildings does not apply.
   - The state aid offset or local contribution requirement does not apply.

2 **Effective date.** Effective upon local approval by the city, county, and school district.