

Subject Windom; five-year rule and duration extended

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Overview

This bill extends the five-year rule to ten years and extends the duration of TIF District 1-22 in the city of Windom by five years.

Background on general TIF rules

Five-year rule. Under current law, development activity for a TIF district is required to be completed within five years after the district's certification. After this five-year period expires, increments may only be spent to pay off debt obligations incurred to fund the development.

Durations. Current law places duration limitations on all types of TIF districts. The duration limits range from eight years to 25 years. The two most common types of districts, the redevelopment and housing districts, have a duration of 25 years.

Summary

Section	Description
1	City of Windom; TIF District 1-22; five-year rule extended. Extends the five-year rule to ten years.
2	City of Windom; TIF District 1-22; duration extension. Extends by five years the duration of the TIF district.