

HOUSE RESEARCH

Bill Summary

FILE NUMBER: H.F. 180

DATE: April 12, 2005

Version: As introduced

Authors: Paymar and others

Subject: Makes limited market value permanent

Analyst: Karen Baker; 651-296-8959
Steve Hinze; 651-296-8956

This publication can be made available in alternative formats upon request. Please call 651-296-6753 (voice); or the Minnesota State Relay Service at 1-800-627-3529 (TTY) for assistance. Summaries are also available on our website at: www.house.mn/hrd.

Overview

Makes limited market value (LMV) permanent and reverts back to a maximum increase of 10% (or 15% of the difference between the current year's estimated market value (EMV) and the previous year's LMV). This is the limitation that was in effect for taxes payable in 2003.

Effective for 2005 assessment, payable 2006 and thereafter.

Section

- 1 Limited market value.** Makes LMV permanent and reverts back to the limitation that was in effect for taxes payable in 2003. That limit was a maximum increase of 10% (or 15% of the difference between the current year's EMV and the previous year's LMV).

The table below is the phaseout schedule under current law.

Current Law		
Assessment Year/ Payable Year	(1) Percentage of previous year's LMV	(2) Percentage of difference between previous year's LMV and current year's EMV
2004/2005	15	25
2005/2006	15	33
2006/2007	15	50
2007/2008 and thereafter	LMV repealed	

Effective for assessment year 2005, and thereafter.

