House Research Department 1/13/02

Run: 2003base

City LGA 2001 - 2003

The attached run shows city LGA for the calendar years 2001 - 2003. It also shows the amount of homestead and agricultural credit aid (HACA) paid to cities in 2001. City HACA was eliminated as part of the 2001 property tax reform when the state assumed general education costs. Although \$200 million of city HACA was eliminated, the total LGA appropriation between 2001 and 2002 was increased by \$140 million above the statutory inflation amount.

The 2003 city LGA amounts are the amounts certified to cities in September 2002. One-half of the 2003 aid will be paid in July of 2003 with the remainder paid in December of 2003.

For further information contact: Pat Dalton 651-296-7434

Note: The cities are grouped by type for comparison purposes. The groups are different from the ones used by House Research for the last eight years. The new groups were developed by the League of Minnesota cities (LMC) in 2002 using 200 census data and are based on a methodology used by House Research in developing previous grouping schemes. For information on the groups you can contact Eric Willette at the LMC.