

2013 Session - Property and Local Tax Division
HF 2- Division Report - As Reported by the Property and Local Tax Division

As of **4/3/2013**

6:00 PM

HF	Author	Description	Gov Rec FY 2014-15	Gov Rec FY 2016-17	Div Rpt FY 2014	Div Rpt FY 2015	Div Rpt FY 2014-15	Div v Gov Mar FY 14-15	Div Rpt FY 2016	Div Rpt FY 2017	Div Rpt FY 2016-17	Div v Gov Mar FY 16-17
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February 2013 Forecast - Tax Aids & Credits (GF)			\$2,658,924	\$2,730,468	\$1,320,088	\$1,338,836	\$2,658,924		\$1,355,323	\$1,375,145	\$2,730,468	
Property tax refunds - changes												
	GOV	Renter Property Tax Funds - lower copay by 5%, incrs max refund by 10%	\$18,400	\$38,800								
1	HF 2	Davnie	Modifying property tax refunds (PTR); decreasing threshold percentage for homeowners, modifying definition of income to exclude retirement contributions.									
2	HF 333	Davnie										
3	HF 173	Morgan										
		Renter Property Tax Refund - modify thresholds, incrs max refunds			\$0	\$15,500	\$15,500		\$16,400	\$17,200	\$33,600	
4		Subtotal Renters Credit changes	\$18,400	\$38,800	\$0	\$15,500	\$15,500	(\$2,900)	\$16,400	\$17,200	\$33,600	(\$5,200)
5	GOV	Levy Change interactions (from aid increases) with Homeowner PTR	(\$2,870)	(\$5,960)								
6	HF 2	Davnie	Modifying property tax refunds (PTR); decreasing threshold percentage for homeowners, modifying definition of income to exclude retirement									
7	HF 333	Davnie										
8		Notification of Potential Eligibility - DOR admin			\$279	\$60	\$339		\$64	\$64	\$128	
9	HF 2	Davnie	Homeowner PTR participation incrs - one year + report									
10					\$0	\$71,000	\$71,000		\$73,000	\$75,000	\$148,000	
11		Subtotal Homeowner PTR changes	(\$2,870)	(\$5,960)	\$279	\$156,660	\$156,939	\$159,809	\$161,264	\$166,164	\$327,428	\$333,388
12	Property tax aid & credits - changes											
13	GOV	Local Government Aid (LGA) - Modify formula, increase aid	\$80,000	\$160,000								
14	HF 1608	Lien	Local Government Aid (LGA) formula and appropriation changes									
15		Inflation adjstmt			0	0	\$0		9,600	19,500	\$29,100	
16		Population Growth adjstmt			0	0	\$0		4,000	8,300	\$12,300	
17		Property Tax interactions			0	(1,400)	(\$1,400)		(1,720)	(2,050)	(\$3,770)	
18		Income Tax interactions			0	(1,390)	(\$1,390)		(1,700)	(2,020)	(\$3,720)	
19		Mahnomen Aid sunset			0	(600)	(\$600)		(600)	(600)	(\$1,200)	
20		Subtotal LGA			0	56,610	56,610	(23,390)	69,580	83,130	152,710	(7,290)
21	GOV	County Program Aid (CPA)	40,000	\$80,000								
22	Div Rpt	County Program Aid (CPA)			0	28,000	28,000		28,000	28,000	\$56,000	
23	Author's Amendment					2,000	2,000		2,000	2,000	\$4,000	
24		Property Tax interactions			0	(700)	(\$700)		(700)	(700)	(\$1,400)	
25		Income Tax interactions			0	(695)	(\$695)		(695)	(695)	(\$1,390)	
		Subtotal CPA			0	28,605	28,605	(11,395)	28,605	28,605	57,210	(\$22,790)

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26	HF 515	Lien	Border City Credits - one-time appropriation			1,500	0	\$1,500	\$1,500	0	0	\$0	\$0
27	HF 1303	Kiel	Extend Agricultural Homestead classification for Mn residents with flood-damaged properties			0	negligible	negligible	negligible	negligible	negligible	negligible	negligible
28	HF 857	Atkins	Insurance surcharge for police and fire pension aids										
29			Revenues										
30			Fire surcharge equals \$5/yr on each homeowner fire insurance policy			(\$3,750)	(\$7,500)	(11,250)	(\$7,500)	(\$7,500)	(15,000)		
31			Police surcharge equals \$5/yr on each auto insurance policy			(\$7,750)	(\$15,500)	(23,250)	(\$15,500)	(\$15,500)	(31,000)		
32	Author's Amendment		Subtotal Special Revenue Fund - Surcharge Revenues			(\$11,500)	(\$23,000)	(34,500)	(\$23,000)	(\$23,000)	(46,000)		
33			Appropriations										
34			Creates 2 new surcharge pension aids administered by Revenue:										
35			Fire Pension Aid distributed 17.342% to PERA, 8.658% to cities with public employees police and fire retirement plan, 74% to other cities receiving state fire aid.			\$3,750	\$7,500	11,250	\$7,500	\$7,500	15,000		
36			Police Pension Aid distributed 1/3 police state aid and 2/3 apportioned by the number of active police officers certified for state aid to PERA and state patrol			\$7,750	\$15,500	23,250	\$15,500	\$15,500	31,000		
37	Author's Amendment		Subtotal Special Revenue Fund - Pension Aids			\$11,500	\$23,000	34,500	\$23,000	\$23,000	46,000		
38			Department of Revenue administration			\$0	\$0	0	\$0	\$0	0		
39			TOTAL State Special Revenue Fund			\$0	\$0	0	\$0	\$0	0	\$0	\$0
40	Property tax changes												
41	HF 174	(Allen)	Exemption for Tribal-Owned Nonprofit Property										
42			Property Tax Refunds (PTR)			\$0	negligible	negligible	negligible	negligible	negligible	negligible	negligible
43													
44	HF 406	(Davnice)	Modify the definition of market value or taxable market value to "estimated market value" for tax, debt and other purposes										
45			Property Tax Refunds			\$0	\$200	\$200	\$200	\$200	\$400		
46			Income Tax interactions			\$0	\$150	\$150	\$150	\$150	\$300		
47			General Fund total			\$0	\$350	\$350	\$350	\$350	\$700	\$700	\$700
48													
49	HF208	(Lenczewski)	City of Bloomington (MOA); providing expanded tax increment financing powers relating to certain existing districts; modifying the imposition and use of proceeds of special sales taxes in the city; appropriating money to renovate and restore or replace the Old Cedar Avenue Bridge in Bloomington; authorizing the sale and issuance of state bonds										
50			Property Tax Refunds			\$0	\$490	\$490	\$515	\$540	\$1,055		
51			Income Tax Interactions			\$0	\$460	\$460	\$480	\$500	\$980		
52			Total General Fund			\$0	\$950	\$950	\$950	\$995	\$1,040	\$2,035	\$2,035

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53	HF749	Paymar										
		City of St Paul - minor league ball park and other economic activities funding provided.										
54		General Fund - Property Tax refunds			\$0	\$0	\$0	\$0	\$0	\$80	\$80	\$80
55	HF722	Johnson			0	unknown	unknown	unknown	unknown	unknown	unknown	unknown
		Property tax due dates modified for federal active military.										
56	HF 1303	Kiel			0	negligible	negligible	negligible	negligible	negligible	negligible	negligible
		Extend Agricultural Homestead classification for flood damaged properties										
57	HF 1508	(Dehn)			0	120	\$120	\$120	130	260	\$390	\$390
		Minneapolis public entertainment facility property tax exemption										
58	HF 1635	Allen			0	unknown	unknown	unknown	unknown	unknown	unknown	unknown
		Limiting taxable valuation for class 4d property										
59	Mining Taxes - changes											
60	HF 1336	Hansen										
		Fracturing sand extraction and processing tax imposed, aggregate production tax rates modified, money appropriated, and criminal penalties provided.										
61		<u>Revenues</u>										
62		Creates two production taxes on silica sand that can be used for the production of oil or gas:										
63		1. Extraction tax of \$1 per ton (after washing) payable by the person extracting the sand										
64		2. Processing tax of 3% market value of fracturing sand washed in MN payable by the person washing the sand										
65		Fracturing Sand Extraction/Processing Tax - GF			(\$2,000)	(\$6,910)	(\$8,910)		(\$8,000)	(\$8,300)	(\$16,300)	
66		Fracturing Sand Extraction/Processing Tax - SR			(\$2,000)	(\$2,690)	(\$4,690)		(\$2,000)	(\$2,000)	(\$4,000)	
67		<u>Appropriations</u>										
68		Environmental Quality Board for environmental oversight of fracturing sand industry										
69		Environmental Quality Board			\$0	\$0	\$0		\$0	\$0	\$0	
70		Revenues distributed to the following agencies:										
71		Department of Transportation (road maintenance)			\$0	\$0	\$0		\$0	\$0	\$0	
72		Department of Natural Resources (land acquisition)			\$0	\$0	\$0		\$0	\$0	\$0	
73		Bd of Soil & Water Resources (wellhead protection)			\$0	\$0	\$0		\$0	\$0	\$0	
74		General Fund total - Appropriations			\$0	\$0	\$0		\$0	\$0	\$0	
75		General Fund - DOR administration (FN has been requested)			\$0	\$0	\$0		\$0	\$0	\$0	
76		The net impact of the bill, save DOR administrative costs, would be zero.										
77		General Fund Total - Revenues + Appropriations + admin			(\$2,000)	(\$6,910)	(\$8,910)	(\$8,910)	(\$8,000)	(\$8,300)	(\$16,300)	(\$14,300)
78		Special Revenue Fund total			(\$2,000)	(\$2,690)	(\$4,690)	(\$4,690)	(\$2,000)	(\$2,000)	(\$4,000)	(\$2,000)
79	HF 1246	(Anzelc)										
		Iron Range fiscal disparities program study required and money appropriated from the fiscal disparities program.										
80		Special Revenue Fund			38	38	75		0	0	0	

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Author's Amendment JM-H0002A1 (new items)													
82	HF1493	Lenczewski	Sustainable Forest Credits (SFIA) - max refund not to exceed one-half property taxes			0	(2,000)	(2,000)	(2,000)	(2,100)	(2,200)	(4,300)	(4,300)
83	HF 1680	(Dehn)	Hennepin County - Property Tax Disaster abatements - 2011 tornado relief			336	0	336	0	0	0	0	0
84	HF 1318	Swedzinski	City of Marshall; modify local option sales tax			0	0	0	0	0	0	0	0
85													
86			TOTAL General Fund Changes	\$135,530	\$272,840	\$115	\$249,885	\$250,000	\$114,470	\$267,224	\$286,329	\$553,553	\$280,713
87			DIVISION BILL TARGET - General Fund					\$250,000	\$287,000	\$296,000	\$583,000		
88			Difference (minus under target, plus over target)					\$0			(\$29,447)		
89													
90			TOTAL Special Revenue Fund Changes			(1,963)	(2,653)	(4,615)	(2,000)	(2,000)	(4,000)		
91													
92	Summary												
93			February 2013 Forecast - Tax Aids & Credits (GF)			\$1,320,088	\$1,338,836	\$2,658,924		\$1,355,323	\$1,375,145	\$2,730,468	
94			TOTAL General Fund Changes - Division Report			\$115	\$249,885	\$250,000		\$267,224	\$286,329	\$553,553	
95			February 2013 Forecast + Division Report Changes (GF)			\$1,320,203	\$1,588,721	\$2,908,924		\$1,622,547	\$1,661,474	\$3,284,021	
96													

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97	Property tax changes (no state fund impact)											
98	HF 55	Sudin	Carlton County cemetery tax levy authority			0	0	0	0	0	0	0
99	HF 57	Dill	Modify levy authority of Cook-Orr Hospital District			0	0	0	0	0	0	0
100	HF 205	Loeffler	Reinstate Hennepin and Ramsey County Environmental Response Fund by extending mortgage registry and deed transfer tax increment			0	0	0	0	0	0	0
101	HF 350	Simon	Special service district and housing improvement district deadlines repealed			0	0	0	0	0	0	0
102	HF 613	Hansen	Board of Water and Soil Resources levy authority			0	0	0	0	0	0	0
103	HF 796	Davnie	Minneapolis and St Paul process for joint governance of entertainment facilities			0	0	0	0	0	0	0
104	HF 1357	Daudt	Isanti Area Joint Operating Fire District creation authorized			0	0	0	0	0	0	0
105	HF 1027	Kiel	Extend levy authority for NW Minnesota Multicounty Housing / Redevelopment Authority			0	0	0	0	0	0	0
106	HF 660	(Falk)	Property taxes; one-year real property valuation freeze on certain (fermentation/biofuels) equipment			0	0	0	0	0	0	0
107	Mining Taxes (no state fund impact)											
108	HF 1327	(Metsa)	School district mineral tax division and distribution modified			0	0	0	0	0	0	0
109	HF 1646	(Melin)	Taconite production taxes modified; eliminates subtraction from taconite school referendum aid, reduces distribution to taconite economic dev fund, one-time distributions to Hibbing and Mounitan Iron, IRRB bonds for school projects			0	0	0	0	0	0	0
110	Property tax changes for Local Option Taxes (no state fund impact)											
111	HF 1607	Simonson	Political subdivision and collection of local lodging taxes - discretionary authority and annual reporting			0	0	0	0	0	0	0
112	HF 324	Newberger	City of Clearwater; modify local option sales tax uses			0	0	0	0	0	0	0
113	HF 377	Dorholt	Central Minnesota Cities (City of St Cloud); modify local option sales tax of 0.5% (+ 20 yrs)			0	0	0	0	0	0	0
114	HF 905	Murphy	City of Proctor; modify local option sales tax filing date			0	0	0	0	0	0	0
115	HF 1037	Persell	City of Bemidji - authorize new local food, beverage and lodging taxes to support Sanford Center operations			0	0	0	0	0	0	0
116	HF749	Paymar	City of St Paul - expand use tax revenues for other capital purposes if not needed for the civic center			0	0	0	0	0	0	0

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117	Property tax changes for Tax Increment Financing											
118	HF104	Hansen	Dakota County Community Development Authority tax increment financing district subject to special rules - 5 yrs			0	0	0	0	0	0	0
119	HF114	Lillie	Oakdale; select special rules for housing and redevelopment tax increment financing district.			0	0	0	0	0	0	0
120	HF529	Ward	City of Maplewood; creation of tax increment financing district authorized (3M).			0	0	0	0	0	0	0
121	HF668	Lenczewski	Tax increment financing - providing an adjustment to original net capacity for certain districts (Bloomington Central Station)			0	0	0	0	0	0	0
122	HF 617	Hornstein	Value Capture Development district (pilot for streetcar)			0	0	0	0	0	0	0
123	HF823	Urdahl	City of Glencoe tax increment financing district extended to 10 yr			0	0	0	0	0	0	0
124	HF 1201	Dorholt	St. Cloud tax increment financing district status clarified			0	0	0	0	0	0	0
125	HF 1169	Dill	Ely tax increment financing district collection extended (expenditures for committed projects)			0	0	0	0	0	0	0
	HF 732	Newton	Tax increment financing 4-year rule extended			0	0	0	0	0	0	0