

HF 2077 (\$105M Reductions in Tax Aids & Credits)

March 15, 2010

Dollars in Thousands

	Aid & Credit Cuts - FY 2011 only			Tails - MVC Unallotment ¹ + Aids Cuts		
	Pay 2009 FY 2010	Pay 2010 FY 2011	Pay 09-10 FY 10-11	Pay 2011 FY 2012	Pay 2012 FY 2013	Pay 11-12 FY 12-13
Proposed Program Cuts:						
Local Government Aid						
Pay 2010/ FY 2011 only						
Cities - Cut of 3.4075% levy + aid ² , max \$28 per capita	0.0	(7,900.3)	(7,900.3)			
Pay 2011/ FY 2012 and beyond						
Cities - Current formula based on Pay 2010 LGA less proposed FY 2011 cuts				(37,413.0)	(37,413.0)	(74,826.0)
County Program Aid						
Pay 2010/ FY 2011 only						
Counties - Cut of 1.82767% levy + aid ² , no cap	0.0	(47.6)	(47.6)			
Pay 2011/ FY 2012 and beyond						
Counties - Current formula based on Pay 2010 CPA less proposed FY 2011 cuts				(37,413.0)	(37,413.0)	(74,826.0)
Residential Market Value Credit						
Pay 2010/ FY 2011 only						
Cities - Cut of 3.4075% levy + aid ² , max \$28 per capita	0.0	(44,600.1)	(44,600.1)			
Counties - Cut of 1.82767% levy + aid, no cap	0.0	(52,452.4)	(52,452.4)			
Towns - No cut	0.0	0.0	0.0			
Subtotal Residential MVC - PY 2010/FY 2011	0.0	(97,052.5)	(97,052.5)			
Pay 2011/ FY 2012 and beyond						
Cities				(25,462)	(25,462)	
Counties				-	-	
Towns				(4,726)	(4,726)	
Subtotal Residential MVC - PY 2011/FY 2012 and beyond				(30,187.6)	(30,187.6)	(60,375.3)
Total Proposed Program Cuts	0.0	(105,000.4)	(105,000.4)	(105,013.6)	(105,013.6)	(210,027.3)

¹ MVC Unallotment refers to the extension of the July 2009 unallotment for cities (\$24.5 million in FY 2011) and for towns (\$4.7 million in FY 2011).

² The levy + aid revenue base is defined as a jurisdiction's certified property tax levy for taxes payable in 2010, plus certified LGA or CPA, plus certified taconite aid.