

HOUSE RESEARCH

Bill Summary

FILE NUMBER: H.F. 2689
Version: As introduced

DATE: March 13, 2014

Authors: Simonson and others

Subject: Increases the city LGA appropriation, makes technical corrections

Analyst: Pat Dalton, 651-296-7434

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Overview

Increases the city LGA appropriation to \$564,975,921 for CY 2015 and thereafter. The current appropriations are \$509,098,012 in CY 2015, and \$511,598,012 in CY 2016 and thereafter.

Section

- 1** **City formula aid.** Corrects a drafting error in calculating formula aid in Minnesota Statutes, section 477A.013, subdivision 8, which impacts the LGA losses to cities that currently get more aid than their “unmet need” under the formula. Without the fix, a city that should have its LGA gradually decreased to its “unmet need” amount will see its aid decrease faster if the LGA appropriation is increased.
- 2** **Appropriation.** Increases the city LGA appropriation to \$564,975,921 for CY 2015 and thereafter from the current appropriations of \$509,098,012 in CY 2015, and \$511,598,012 in CY 2016 and thereafter. Effective beginning with aids payable in 2015.