

2020 5th Special Session - Tax Provisions in Chapter 3 (HF 1, Art. 7 & 8)

General Fund Change

FY 2020-21 estimates based on the May Interim Budget Projection

Positive amounts indicate revenue increase; dollars are in thousands.

LINE	ITEM	EFFECTIVE	FY 20	FY 21	FY 20-21	FY 22	FY 23	FY 22-23
1	<u>INDIVIDUAL INCOME TAX</u>							
2	Retroactive Section 179 for Like-Kind Exchange Property	TY18-19	-	(900)	(900)	200	200	400
3	Full Section 179 Expensing for All Properties	TY 20	-	(63,800)	(63,800)	(47,300)	(39,100)	(86,400)
			-		-			-
4	SUBTOTAL: Individual Income Tax		-	(64,700)	(64,700)	(47,100)	(38,900)	(86,000)
5	<u>CORPORATE FRANCHISE TAX</u>							
6	Retroactive Section 179 for Like-Kind Exchange Property	TY18-19	-	(1,100)	(1,100)	300	300	600
7	Full Section 179 Expensing for All Properties	TY 20	-	(24,200)	(24,200)	(17,900)	(14,800)	(32,700)
			-		-			-
8	SUBTOTAL: Corporate Franchise Tax		-	(25,300)	(25,300)	(17,600)	(14,500)	(32,100)
9	<u>PROPERTY TAX AIDS & CREDITS</u>							
10	County auditor may allow demolition of structure prior to collection of property taxes for public health/safety reasons	DFE		-	-	-	-	-
11	Spouse of Deceased Disabled Veteran Market Value Exclusion - One Time Transfer of Exclusion	Pay 2021		-	-	70	90	160
12	Duluth ISD 709: Plan for sale of Historic Old Central High. Report to MDE Feb 15 even-numbered years	DFE		-	-	-	-	-
13	Short-Term Rentals: Expand Properties Eligible for Class 4(b)1 Classification - PTR impact	Assmt 2021	-	-	-	-	Unknown	Unknown
14	SUBTOTAL: Property Tax Aids & Credits		-	-	-	70	90	160
15	<u>OTHER</u>							
16	MSHL Revenue Flexibility for School Years 2019-20 to 2020-21	DFE, Retro Application	-	-	-	-	-	-
17	SUBTOTAL: Other		-	-	-	-	-	-
18	TOTAL							
19	Tax Policy		-	(90,000)	(90,000)	(64,700)	(53,400)	(118,100)
20	Property Tax Aids & Credits		-	-	-	70	90	160
20	Other		-	-	-	-	-	-
21	TOTAL GENERAL FUND		-	(90,000)	(90,000)	(64,630)	(53,310)	(117,940)