

## 2025 First Special Session, Chapter 13 (HF 9), Omnibus Tax Bill

Dollars in Thousands

Tax Revenues, and Non-General Fund Total: Negative #s = Revenue Reduction

Property Tax, Aids & Credits, General Fund Total and Target: Negative #s = Spending Reduction

| LINE                                      | ITEM  | Forecast   | Chapter 13 |                  |                  |
|---|---|------------|------------|------------------|------------------|
|   |   | FY 2024-25 | FY 2025    | FY 2026-27       | FY 2028-29       |
| <b>CURRENT LAW GENERAL FUND FORECAST:</b> |   |            |            |                  |                  |
| 1   | TAX POLICY (REVENUE) <sup>1</sup>                                 | 58,021,635 | 29,526,082 | 61,794,511       | 65,943,938       |
| 2   | PROPERTY TAX REFUNDS, AIDS, & CREDITS (EXPENDITURES) <sup>1</sup> | 5,556,139  | 2,735,905  | 4,753,249        | 4,941,000        |
| <b>GENERAL FUND - CHANGE ITEMS:</b>       |   |            |            |                  |                  |
| 4   | Tax Revenue   |            | -          | 112,950          | 176,850          |
| 5   | Less General Fund Property Tax Refunds, Aids, & Credits           |            | 106        | (4,840)          | (13,280)         |
| 6   | <b>TOTAL: NET GENERAL FUND CHANGE ITEMS</b>                       |            | *          | <b>(117,684)</b> | <b>(190,130)</b> |
| <b>NONGENERAL FUND - CHANGE ITEMS:</b>    |   |            |            |                  |                  |
| 8   | Outdoor Heritage Fund   |            |            | 1,469            | 1,535            |
| 9   | Arts & Cultural Heritage Fund                                     |            |            | 879              | 919              |
| 10  | Clean Water Fund  |            |            | 1,469            | 1,535            |
| 11  | Parks & Trails Fund   |            |            | 633              | 661              |
| 12  | Special Revenue Fund - Local Government Cannabis Aid Account      |            |            | (16,242)         | (9,100)          |
| 13  | Special Revenue Fund - Metro Regional Sales Tax - Transportation  |            |            | 890              | 940              |
| 14  | Special Revenue Fund - Transportation Advancement Account         |            |            | 80               | 10               |
| 15  | Special Revenue Fund - Local Bridge Account                       |            |            | 30               | Negli.           |
| 16  | Special Revenue Fund - Consumer Protection Restitution Account    |            |            | -                | -                |
| 17  | Highway User Tax Distribution Fund                                |            |            | 570              | 20               |
| 18  | County State Aid Highway Fund                                     |            |            | 100              | Negli.           |
| 19  | Transit Assistance Fund   |            |            | 100              | Negli.           |
| 20  | Housing Assistance Fund   |            |            | 1,740            | 1,840            |
| 21  | Health Care Access Fund   |            |            | -                | -                |
| 22  | <b>SUBTOTAL: NET NONGENERAL FUND CHANGE ITEMS</b>                 | -          | -          | <b>(8,282)</b>   | <b>(1,640)</b>   |

<sup>1</sup> Based on the February 2025 Forecast

\*\$106,000 in FY 2025 total included in FY 2026-27 biennial subtotal

2025 First Special Session, Chapter 13 (HF 9), Omnibus Tax Bill

February 2025 Forecast - General Fund Fiscal Impact

| All Dollars in Thousands  |                 |   |                   |                   |                   |                   |                   |
|---|-----------------|---|-------------------|-------------------|-------------------|-------------------|-------------------|
| Note: Positive dollars show revenue gains, negative dollars or dollars in parenthesis show revenue losses |                 |   |                   |                   |                   |                   |                   |
| Row   | Effective Date  | Chapter 13  |                   |                   | Chapter 13        |                   |                   |
|   |                 | FY 2026   | FY 2027           | FY 2026-27        | FY 2028           | FY 2029           | FY 2028-29        |
| 1   |                 | <b>Summary</b>                                    |                   |                   |                   |                   |                   |
| 2   |                 | <b>30,526,966</b>                                 | <b>31,267,545</b> | <b>61,794,511</b> | <b>32,451,374</b> | <b>33,492,564</b> | <b>65,943,938</b> |
| 3   |                 | <b>29,620</b>                                     | <b>83,330</b>     | <b>112,950</b>    | <b>79,600</b>     | <b>97,250</b>     | <b>176,850</b>    |
| 4   |                 | <b>30,556,586</b>                                 | <b>31,350,875</b> | <b>61,907,461</b> | <b>32,530,974</b> | <b>33,589,814</b> | <b>66,120,788</b> |
| 5   |                 | <b>Percent Change from Prior Year or Biennium</b> |                   |                   | <b>3.490%</b>     | <b>2.699%</b>     | <b>6.58%</b>      |
| 6   |                 |   |                   |                   | <b>4.04%</b>      | <b>3.51%</b>      | <b>7.00%</b>      |
| 6   |                 | <b>Individual Income Tax</b>                      |                   |                   |                   |                   |                   |
| 7   |                 | <i>Change Items</i>                               |                   |                   |                   |                   |                   |
| 8   | TY 26           | -   | (Negli.)          | (Negli.)          | (Negli.)          | (Negli.)          | (Negli.)          |
| 9   | TY 25           | (Negli.)  | (Negli.)          | (Negli.)          | (Negli.)          | (Negli.)          | (Negli.)          |
| 10  | DFE             | -   | -                 | -                 | -                 | -                 | -                 |
| 11  | DFE ,TY 22 only | -   | -                 | -                 | -                 | -                 | -                 |
| 12  | TY 25           | -   | -                 | -                 | -                 | -                 | -                 |
| 13  | TY 26           | -   | Unknown           | Unknown           | Unknown           | Unknown           | Unknown           |
| 14  | 1/1/2026        | -   | -                 | -                 | 60                | 60                | 120               |
| 15  | TY 25           | (200)   | (300)             | (500)             | (300)             | (300)             | (600)             |
| 16  | TY 25           | (10)  | (10)              | (20)              | (10)              | (10)              | (20)              |
| 17  | TY 25           | -   | -                 | -                 | -                 | -                 | -                 |
| 18  |                 | -   | -                 | -                 | (50)              | (50)              | (100)             |
| 19  |                 | (210)   | (310)             | (520)             | (300)             | (300)             | (600)             |
| 19  |                 | <b>Subtotal: Change Items</b>                     |                   |                   |                   |                   |                   |
| 20  |                 |   |                   |                   |                   |                   |                   |
| 20  |                 | <b>Corporate Franchise Tax</b>                    |                   |                   |                   |                   |                   |
| 21  |                 | <i>Change Items</i>                               |                   |                   |                   |                   |                   |
| 22  | TY 2025         | (20,800)  | (19,500)          | (40,300)          | (19,500)          | (19,500)          | (39,000)          |
| 23  | DFE             | -   | -                 | -                 | -                 | -                 | -                 |
| 24  |                 | (20,800)  | (19,500)          | (40,300)          | (19,500)          | (19,500)          | (39,000)          |
| 24  |                 | <b>Subtotal: Change Items</b>                     |                   |                   |                   |                   |                   |
| 25  |                 |   |                   |                   |                   |                   |                   |
| 25  |                 | <b>Sales and Use Tax</b>                          |                   |                   |                   |                   |                   |
| 26  |                 | <i>Change Items</i>                               |                   |                   |                   |                   |                   |
| 27  | 7/1/2025        | 23,930  | 32,320            | 56,250            | 38,130            | 44,570            | 82,700            |

2025 First Special Session, Chapter 13 (HF 9), Omnibus Tax Bill

February 2025 Forecast - General Fund Fiscal Impact

All Dollars in Thousands  
 Note: Positive dollars show revenue gains, negative dollars or dollars in parenthesis show revenue losses

| Row | Effective Date   | Chapter 13 |         |            | Chapter 13 |         |            |
|-----|--|------------|---------|------------|------------|---------|------------|
|     |  | FY 2026    | FY 2027 | FY 2026-27 | FY 2028    | FY 2029 | FY 2028-29 |
| 28  | June Acceleration, Sales Tax Shift, 5.6% ongoing                       |            |         |            |            |         |            |
| 29  | Interaction: Cannabis Gross Receipts Tax Rate Increase from 10% to 15% |            |         |            |            |         |            |
| 30  | <b>Subtotal: Change Items</b>  |            |         |            |            |         |            |
| 31  | <b>Cigarette &amp; Tobacco Products Tax</b>                            |            |         |            |            |         |            |
| 32  | <i>Change Items</i>  |            |         |            |            |         |            |
| 33  | Brewer's Tax Credit, Modification of Filing Requirements               |            |         |            |            |         |            |
| 34  | <b>Subtotal: Change Items</b>  |            |         |            |            |         |            |
| 35  | <b>Cannabis Gross Receipts Tax</b>                                     |            |         |            |            |         |            |
| 36  | <i>Change Items</i>  |            |         |            |            |         |            |
| 37  | Rate Increase from 10% to 15%  |            |         |            |            |         |            |
| 38  | Repeal, 20% Dedication of Cannabis Gross Receipt Tax for Local Aid     |            |         |            |            |         |            |
| 39  | <b>Subtotal: Change Items</b>  |            |         |            |            |         |            |
| 40  | <b>Other Net Tax Revenue</b>   |            |         |            |            |         |            |
| 41  | <i>Change Items</i>  |            |         |            |            |         |            |
| 42  | Repeal Illegal Cannabis and Controlled Substance Tax                   |            |         |            |            |         |            |
| 43  | <b>Subtotal: Change Items</b>  |            |         |            |            |         |            |

FY is state fiscal year which begins July 1 and ends June 30.  
 Negl. is negligible fiscal impact (plus or minus \$5,000)

End of General Fund Tax Revenue Tracking Sheet

**State Taxes**

**MN House Fiscal Analysis**

**2025 First Special Session, Chapter 13 (HF 9), Omnibus Tax Bill  
February 2025 Forecast - NonGeneral Fund Fiscal Impact**

All Dollars in Thousands

Note: Positive dollars show revenue gains, negative dollars or dollars in parenthesis show revenue losses

| Row | Effective Date | Chapter 13  |            |              |              | Chapter 13 |            |              |
|-----|----------------|---|------------|--------------|--------------|------------|------------|--------------|
|     |                | FY 2025   | FY 2026    | FY 2027      | FY 2026-27   | FY 2028    | FY 2029    | FY 2028-29   |
| 1   |                | <b>Summary</b>  |            |              |              |            |            |              |
| 2   |                |   | (6,770)    | (8,970)      | (15,740)     | (15,260)   | (18,180)   | (33,440)     |
| 3   |                | <b>Outdoor Heritage Fund (Legacy/33%/2300 Fund)</b>           |            |              |              |            |            |              |
| 4   |                | Change Items  |            |              |              |            |            |              |
| 5   | 6/1/27         |   | -          | 436          | 436          | 10         | 10         | 20           |
| 6   | 7/1/25         |   | 455        | 614          | 1,069        | 726        | 848        | 1,574        |
| 7   | 7/1/25         |   | (13)       | (23)         | (36)         | (26)       | (33)       | (59)         |
| 8   |                |   | <b>442</b> | <b>1,027</b> | <b>1,469</b> | <b>710</b> | <b>825</b> | <b>1,535</b> |
| 9   |                | <b>Arts &amp; Cultural Heritage (Legacy/19.75%/2301 Fund)</b> |            |              |              |            |            |              |
| 10  |                | Change Items  |            |              |              |            |            |              |
| 11  | 6/1/27         |   | -          | 261          | 261          | 6          | 6          | 12           |
| 12  | 7/1/25         |   | 273        | 367          | 640          | 435        | 508        | 943          |
| 13  | 7/1/25         |   | (8)        | (14)         | (22)         | (16)       | (20)       | (36)         |
| 14  |                |   | <b>265</b> | <b>614</b>   | <b>879</b>   | <b>425</b> | <b>494</b> | <b>919</b>   |
| 15  |                | <b>Clean Water (Legacy/33%/2302 Fund)</b>                     |            |              |              |            |            |              |
| 16  |                | Change Items  |            |              |              |            |            |              |
| 17  | 6/1/27         |   | -          | 436          | 436          | 10         | 10         | 20           |
| 18  | 7/1/25         |   | 455        | 614          | 1,069        | 726        | 848        | 1,574        |
| 19  | 7/1/25         |   | (13)       | (23)         | (36)         | (26)       | (33)       | (59)         |
| 20  |                |   | <b>442</b> | <b>1,027</b> | <b>1,469</b> | <b>710</b> | <b>825</b> | <b>1,535</b> |
| 21  |                | <b>Parks &amp; Trails (Legacy/ 14.25%/2303 Fund)</b>          |            |              |              |            |            |              |
| 22  |                | Change Items  |            |              |              |            |            |              |
| 23  | 6/1/27         |   | -          | 187          | 187          | 4          | 4          | 8            |
| 24  | 7/1/25         |   | 197        | 265          | 462          | 313        | 366        | 679          |
| 25  | 7/1/25         |   | (6)        | (10)         | (16)         | (12)       | (14)       | (26)         |
| 26  |                |   | <b>191</b> | <b>442</b>   | <b>633</b>   | <b>305</b> | <b>356</b> | <b>661</b>   |

**State Taxes**

**MN House Fiscal Analysis**

2025 First Special Session, Chapter 13 (HF 9), Omnibus Tax Bill  
February 2025 Forecast - NonGeneral Fund Fiscal Impact

| Row | Effective Date  | Chapter 13 |                |                 |                 | Chapter 13      |                 |                 |
|-----|---|------------|----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
|     |   | FY 2025    | FY 2026        | FY 2027         | FY 2026-27      | FY 2028         | FY 2029         | FY 2028-29      |
| 27  | <b>Local Cannabis Tax (Special Revenue Fund/2000-2001 Fund)</b>                                     |            |                |                 |                 |                 |                 |                 |
| 28  | Change Items  |            |                |                 | -               |                 |                 | -               |
| 29  | * Repeal, 20% Dedication of Cannabis Gross Receipts Tax to Local Aid                                |            | (8,900)        | (14,800)        | (23,700)        | (18,700)        | (22,200)        | (40,900)        |
| 30  | <b>Subtotal: Special Revenue Fund</b>   |            | <b>(8,900)</b> | <b>(14,800)</b> | <b>(23,700)</b> | <b>(18,700)</b> | <b>(22,200)</b> | <b>(40,900)</b> |
| 31  | <b>Metro Regional Sales Tax - Transportation (Special Revenue Fund/2000-2001 Fund) <sup>1</sup></b> |            |                |                 |                 |                 |                 |                 |
| 32  | Change Items  |            |                |                 | -               |                 |                 | -               |
| 33  | June Acceleration, 5.6% Sales Tax Shift, ongoing  |            | -              | 260             | 260             | 10              | 10              | 20              |
| 34  | Data Centers, Repeal Electricity Exemption  |            | 280            | 370             | 650             | 440             | 520             | 960             |
| 35  | Cannabis Tax, Rate Increase from 10% to 15%   |            | (10)           | (10)            | (20)            | (20)            | (20)            | (40)            |
| 36  | <b>Subtotal: Special Revenue Fund</b>   |            | <b>270</b>     | <b>620</b>      | <b>890</b>      | <b>430</b>      | <b>510</b>      | <b>940</b>      |
| 37  | <b>Transportation Advancement Account (Special Revenue Fund/2000-2001 Fund)</b>                     |            |                |                 |                 |                 |                 |                 |
| 38  | Change Items  |            |                |                 |                 |                 |                 |                 |
| 39  | June Acceleration 5.6% Sales Tax Shift, Auto Parts Dedication                                       |            | -              | 80              | 80              | Negli.          | 10              | 10              |
| 40  | <b>Subtotal: Special Revenue Fund</b>   |            | -              | 80              | 80              | Negli.          | 10              | 10              |
| 41  | <b>Local Bridge Account (Special Revenue Fund/2000-2001 Fund)</b>                                   |            |                |                 |                 |                 |                 |                 |
| 42  | Change Items  |            |                |                 |                 |                 |                 |                 |
| 43  | June Acceleration, 5.6% Sales Tax Shift, Motor Vehicle Lease Transfer                               |            | -              | 30              | 30              | Negli.          | Negli.          | Negli.          |
| 44  | <b>Subtotal: Special Revenue Fund</b>   |            | -              | 30              | 30              | Negli.          | Negli.          | Negli.          |
| 45  | <b>Highway User Tax Distribution Fund (2710 Fund)</b>   |            |                |                 |                 |                 |                 |                 |
| 46  | Change Items  |            |                |                 |                 |                 |                 |                 |
| 47  | June Acceleration 5.6% Sales Tax Shift, Motor Vehicle Lease Transfer                                |            |                | 30              | 30              | Negli.          | Negli.          | Negli.          |
| 48  | June Acceleration 5.6% Sales Tax Shift, Auto Parts Dedication                                       |            | -              | 450             | 450             | 10              | 10              | 20              |
| 49  | June Acceleration 5.6% Sales Tax Shift, Motor Vehicle Rental Tax                                    |            | -              | 100             | 100             | Negli.          | Negli.          | Negli.          |
| 50  | ** June Acceleration, 5.6% Sales Tax Shift, Transportation Bill - Ch. 8                             |            |                | (10)            | (10)            | (Negli.)        | (Negli.)        | (Negli.)        |
| 51  | <b>Subtotal: Highway User Tax Distribution Fund</b>   |            | -              | <b>570</b>      | <b>570</b>      | <b>10</b>       | <b>10</b>       | <b>20</b>       |
| 52  | <b>County State Aid Highway (2600 Fund)</b>   |            |                |                 |                 |                 |                 |                 |
| 53  | Change Items  |            |                |                 |                 |                 |                 |                 |
| 54  | June Acceleration, 5.6% Sales Tax Shift, Motor Vehicle Lease Transfer                               |            | -              | 100             | 100             | Negli.          | Negli.          | Negli.          |
| 55  | <b>Subtotal: County State Aid Highway</b>   |            | -              | 100             | 100             | Negli.          | Negli.          | Negli.          |

**State Taxes**

**MN House Fiscal Analysis**

2025 First Special Session, Chapter 13 (HF 9), Omnibus Tax Bill  
February 2025 Forecast - NonGeneral Fund Fiscal Impact

| Row | Effective Date   | Chapter 13 |            |              |              | Chapter 13 |            |              |
|-----|--|------------|------------|--------------|--------------|------------|------------|--------------|
|     |  | FY 2025    | FY 2026    | FY 2027      | FY 2026-27   | FY 2028    | FY 2029    | FY 2028-29   |
| 56  |  |            |            |              |              |            |            |              |
|     | <b>Transit Assistance Fund (1050 Fund)</b>                                       |            |            |              |              |            |            |              |
| 57  | Change Items   |            |            |              |              |            |            |              |
| 58  | June Acceleration 5.6% Sales Tax Shift, Motor Vehicle Lease Transfer             |            | -          | 100          | 100          | Negli.     | Negli.     | Negli.       |
| 59  | <b>Subtotal: Transit Assistance Fund</b>   |            | -          | 100          | 100          | Negli.     | Negli.     | Negli.       |
| 60  |  |            |            |              |              |            |            |              |
|     | <b>Housing Assistance Fund (2310 Fund)</b>                                       |            |            |              |              |            |            |              |
| 61  | Change Items   |            |            |              |              |            |            |              |
| 62  | June Acceleration, 5.6% Sales Tax Shift ongoing                                  |            | -          | 520          | 520          | 10         | 10         | 20           |
| 63  | Data Centers, Repeal Electricity Exemption                                       |            | 540        | 730          | 1,270        | 870        | 1,020      | 1,890        |
| 64  | Cannabis Tax, Rate Increase from 10% to 15%                                      |            | (20)       | (30)         | (50)         | (30)       | (40)       | (70)         |
| 65  | <b>Subtotal: Housing Assistance Fund</b>   |            | <b>520</b> | <b>1,220</b> | <b>1,740</b> | <b>850</b> | <b>990</b> | <b>1,840</b> |
| 66  |  |            |            |              |              |            |            |              |
|     | <b>Health Care Access Fund (2360 Fund)</b>                                       |            |            |              |              |            |            |              |
| 67  | Change Items   |            |            |              |              |            |            |              |
| 68  | Provider Research Credit, Fix Rate at 0.5%                                       |            | -          | -            | -            | -          | -          | -            |
| 69  | MNCare, Pharmacy Refund Claims Modification                                      |            | -          | -            | -            | -          | -          | -            |
| 70  | <b>Subtotal: Health Care Access Fund</b>   |            | -          | -            | -            | -          | -          | -            |
| 71  |  |            |            |              |              |            |            |              |
|     | <b>Consumer Protection Restitution Account (Special Revenue Fund 2000-20001)</b> |            |            |              |              |            |            |              |
| 72  | Change Items   |            |            |              |              |            |            |              |
| 73  | Consumer Protection Restitution Account Establishment                            |            | -          | -            | -            | -          | -          | -            |
| 74  | <b>Subtotal: Consumer Protection Restitution Account</b>                         |            | -          | -            | -            | -          | -          | -            |

Note 1: In earlier versions of this document before May 14, this account was incorrectly labeled Transportation Advancement Account.

\* The transfer provisions for the carryforward of cannabis aid is tracked in the both the General Fund and Non General Fund sections of the Property Tax, Aids and Credit section of the spreadsheet but the amounts are not double counted.

\*\* This June Acceleration provision interacts with the proposed changes to the allocation of sales tax revenue from auto parts in the Transportation bill, Chapter 8 (2025 session, First Special Session, HF 14, Art. 2, sect. 79)

FY is state fiscal year which begins July 1 and ends June 30.

Negli. is negligible fiscal impact (plus or minus \$5,000)

DFE is Day Following Enactment

DOR is Minnesota Department of Revenue

End of Non General Fund Tax Revenue Tracking

**Property Tax, Aids, and Credits**

**MN House Fiscal Analysis**

First Special Session, Chapter 13 (HF 9), Omnibus Tax Bill  
February 2025 Forecast - General Fund Fiscal Impact

| All Dollars in Thousands  |  |                |                  |                  |                  |                  |                  |                  |                  |
|---|--|----------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| Note: Positive numbers represent expenditures, negative numbers represent cost savings. |  |                |                  |                  |                  |                  |                  |                  |                  |
| Row   |  | Effective Date | Chapter 13       |                  |                  |                  | Chapter 13       |                  |                  |
|   |  |                | FY 2025          | FY 2026          | FY 2027          | FY 2026-27       | FY 2028          | FY 2029          | FY 2028-29       |
| 1   | <b>Summary</b>   |                |                  |                  |                  |                  |                  |                  |                  |
| 2   | Total - Current Law - Property Tax, Aids, and Credits    |                | 2,735,905        | 2,328,998        | 2,424,251        | 4,753,249        | 2,451,843        | 2,489,157        | 4,941,000        |
| 3   | Total - Net Changes - Property Tax, Aids, and Credits    |                | 106              | (4,920)          | 80               | (4,840)          | (6,600)          | (6,680)          | (13,280)         |
| 4   | <b>Total - Property Tax, Aids, and Credits</b>           |                | <b>2,736,011</b> | <b>2,324,078</b> | <b>2,424,331</b> | <b>4,748,409</b> | <b>2,445,243</b> | <b>2,482,477</b> | <b>4,927,720</b> |
| 5   | <b>Percent Change from Prior Year or Biennium</b>        |                |                  | <b>-15.05%</b>   | <b>4.09%</b>     | <b>-14.54%</b>   | <b>0.87%</b>     | <b>1.25%</b>     | <b>3.67%</b>     |
| 6   | <b>Property Tax and Other Refunds</b>                    |                |                  |                  |                  |                  |                  |                  |                  |
| 7   | <i>Change Items</i>                                      |                |                  |                  |                  |                  |                  |                  |                  |
| 8   | Property Tax Exemption - Elect. Coop. Distribution Lines | AY 2025        | -                | -                | -                | -                | -                | -                | -                |
| 9   | <i>Interaction - Property Tax Refund</i>                 |                | -                | -                | 40               | 40               | 40               | 40               | 80               |
| 10  | Property Tax Modifications - Alliance Housing            | Pay 2026       | -                | -                | -                | -                | -                | -                | -                |
| 11  | <i>Interaction - Property Tax Refund</i>                 |                | -                | -                | 10               | 10               | 10               | 10               | 20               |
| 12  | Property Tax Exemption - Leech Lake Nation               | AY 2026        | -                | -                | -                | -                | -                | -                | -                |
| 13  | <i>Interaction - Property Tax Refund</i>                 |                | -                | -                | -                | -                | 10               | 10               | 20               |
| 14  | Property Tax Exemption - Grand Portage Band              | AY 2026        | -                | -                | -                | -                | -                | -                | -                |
| 15  | <i>Interaction - Property Tax Refund</i>                 |                | -                | -                | -                | -                | Negl.            | Negl.            | Negl.            |
| 16  | <i>School Building Bond Credit</i>                       |                | -                | -                | -                | -                | (Negl.)          | (Negl.)          | (Negl.)          |
| 17  | Property Tax Exemption - Mille Lacs Band                 | AY 2026        | -                | -                | -                | -                | -                | -                | -                |
| 18  | <i>Interaction - Property Tax Refund</i>                 |                | -                | -                | -                | -                | Negl.            | Negl.            | Negl.            |
| 19  | Property Tax Exemption - Retroactive - Red Lake Nation   | DFE            | -                | 122              | -                | 122              | -                | -                | -                |
| 20  | Property Tax Exemption - Bloomington Port Authority      | Local Approval | -                | -                | -                | -                | -                | -                | -                |
| 21  | <i>Interaction - Property Tax Refund</i>                 |                | -                | -                | 20               | 20               | 20               | 20               | 40               |

**Property Tax, Aids, and Credits**

**MN House Fiscal Analysis**

First Special Session, Chapter 13 (HF 9), Omnibus Tax Bill  
February 2025 Forecast - General Fund Fiscal Impact

| All Dollars in Thousands  |   |                |            |         |         |            |            |         |            |
|---|---|----------------|------------|---------|---------|------------|------------|---------|------------|
| Note: Positive numbers represent expenditures, negative numbers represent cost savings. |   |                |            |         |         |            |            |         |            |
| Row   |   | Effective Date | Chapter 13 |         |         |            | Chapter 13 |         |            |
|   |   |                | FY 2025    | FY 2026 | FY 2027 | FY 2026-27 | FY 2028    | FY 2029 | FY 2028-29 |
| 22  | Land Bank Property Tax Abatement                          | DFE            | -          | -       | -       | -          | -          | -       | -          |
| 23  | <i>Interaction - Property Tax Refund</i>                  |                | -          | -       | 10      | 10         | 10         | 20      | 30         |
| 24  | Discharged Debt Subtraction                               | Pay 2026       | -          | -       | -       | -          | -          | -       | -          |
| 25  | <i>Interaction - Property Tax Refund</i>                  |                | -          | Negl.   | Negl.   | Negl.      | Negl.      | Negl.   | Negl.      |
| 26  | Political Contribution Refund Electronic Requirements     | 1/1/2027       | -          | -       | Negl.   | Negl.      | Negl.      | Negl.   | Negl.      |
| 27  | Consumer Enforcement Compensation Subtraction             | Pay 2026       | -          | -       | -       | -          | -          | -       | -          |
| 28  | <i>Interaction - Property Tax Refund</i>                  |                | -          | -       | -       | -          | -          | -       | -          |
| 29  | Class 2a Modifications - Market Farms & Floriculture      | AY 2026        | -          | -       | -       | -          | -          | -       | -          |
| 30  | <i>Interaction - Property Tax Refund</i>                  |                | -          | -       | -       | -          | Negl.      | Negl.   | Negl.      |
| 31  | <i>Ag Homestead Market Value Credit</i>                   |                | -          | -       | -       | -          | Negl.      | Negl.   | Negl.      |
| 32  | <i>School Building Bond Credit</i>                        |                | -          | -       | -       | -          | Negl.      | Negl.   | Negl.      |
| 33  | Class 4(d) Clarification - Income/Rent Restrictions       | AY 2026        | -          | -       | -       | -          | -          | -       | -          |
| 34  | Valuation Reduction - Conservation Easements (Metro)      | AY 2026        | -          | -       | -       | -          | -          | -       | -          |
| 35  | <i>Interaction - Property Tax Refund</i>                  |                | -          | -       | -       | -          | Unknown    | Unknown | Unknown    |
| 36  | Reduction (10%) - Sustainable Forest Incentive Payments   | CY 2027        | -          | -       | -       | -          | (1,840)    | (1,930) | (3,770)    |
| 37  | <b>Subtotal: Change Items</b>                             |                | -          | 122     | 80      | 202        | (1,750)    | (1,830) | (3,580)    |
| 38  | <b>Local Aids</b>   |                |            |         |         |            |            |         |            |
| 39  | <i>Change Items</i>                                       |                |            |         |         |            |            |         |            |
| 40  | Reduction - Aquatic Invasive Species Prevention Aid       | Aids Pay 2026  | -          | -       | -       | -          | (5,000)    | (5,000) | (10,000)   |
| 41  | <i>Interaction - Property Tax Refund</i>                  |                | -          | -       | -       | -          | 150        | 150     | 300        |
| 42  | LGA - Penalty Forgiveness - Cities of Alpha, Odin, Trosky | DFE            | 18         | -       | -       | -          | -          | -       | -          |
| 43  | LGA - Penalty Forgiveness - City of Stewart               | DFE            | 88         | -       | -       | -          | -          | -       | -          |
| 44  | LGA - Base Aid for the City of Baldwin                    | Aids Pay 2026  | -          | -       | -       | -          | -          | -       | -          |
| 45  | Township Aid - Formula Modifications                      | Aids Pay 2026  | -          | -       | -       | -          | -          | -       | -          |
| 46  | <b>Subtotal: Change Items</b>                             |                | 106        | -       | -       | -          | (4,850)    | (4,850) | (9,700)    |

**Property Tax, Aids, and Credits**

**MN House Fiscal Analysis**

Updated 2/23/2026 3:15 PM

First Special Session, Chapter 13 (HF 9), Omnibus Tax Bill

February 2025 Forecast - General Fund Fiscal Impact

| All Dollars in Thousands  |   |                |                  |                  |                  |                  |                  |                  |                  |
|---|---|----------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| Note: Positive numbers represent expenditures, negative numbers represent cost savings. |   |                |                  |                  |                  |                  |                  |                  |                  |
| Row   |   | Effective Date | Chapter 13       |                  |                  |                  | Chapter 13       |                  |                  |
|   |   |                | FY 2025          | FY 2026          | FY 2027          | FY 2026-27       | FY 2028          | FY 2029          | FY 2028-29       |
| 47  | <b>Other Aids and Credits</b>                                     |                |                  |                  |                  |                  |                  |                  |                  |
| 48  | <i>Change Items</i>   |                |                  |                  |                  |                  |                  |                  |                  |
| 49  | Extension - Grant to City of Minneapolis & PFA                    | 7/1/2025       | (10,000)         | -                | -                | -                | -                | -                | -                |
| 50  | Extension - Grant to City of Minneapolis & PFA                    | 7/1/2025       | 10,000           | -                | -                | -                | -                | -                | -                |
| 51  | <b>Subtotal: Change Items</b>                                     |                | -                | -                | -                | -                | -                | -                | -                |
| 52  | <b>Other</b>  |                |                  |                  |                  |                  |                  |                  |                  |
| 53  | <i>Change Items</i>   |                |                  |                  |                  |                  |                  |                  |                  |
| 54  | TR-IN: Special Revenue Cannabis Aid Carryforward                  | DFE            | -                | (5,042)          | -                | (5,042)          | -                | -                | -                |
| 55  | Interest Rate Modifications - Homestead Confessions of Judgement* | 1/1/2026       | -                | -                | -                | -                | -                | -                | -                |
| 56  | <b>Subtotal: Change Items</b>                                     |                | -                | (5,042)          | -                | (5,042)          | -                | -                | -                |
| 57  | <b>TOTAL: Property Tax, Aids, and Credits</b>                     |                | <b>2,736,011</b> | <b>2,324,078</b> | <b>2,424,331</b> | <b>4,748,409</b> | <b>2,445,243</b> | <b>2,482,477</b> | <b>4,927,720</b> |

*FY is Fiscal Year*  
*Negl. is negligible fiscal impact (under \$5,000)*  
*AY is Assessment Year*  
*CY is Calendar Year*  
*Pay is Property Taxes Payable Year*  
*Aids Pay is Aids Payable Year*  
*TR-IN is Transfer In*  
*DFE is Day Following Enactment*  
*\*These modifications reduce the total amount of interest distributed to counties, cities, towns and school districts, which results in an unknown increase in state-paid general education aid.*

End of General Fund Property Tax, Aids, and Credits Tracking Sheet

**Property Tax, Aids, and Credits**

**MN House Fiscal Analysis**

Updated 2/23/2026 3:15 PM

First Special Session, Chapter 13 (HF 9), Omnibus Tax Bill  
February 2025 Forecast - Non-General Fund Fiscal Impact

| All Dollars in Thousands  |   |                |                 |                  |                  |                  |                  |                  |                  |
|---|---|----------------|-----------------|------------------|------------------|------------------|------------------|------------------|------------------|
| Note: Positive numbers represent <u>cost savings</u> , negative numbers represent <u>expenditures</u> . |   |                |                 |                  |                  |                  |                  |                  |                  |
| Row   |   | Effective Date | Chapter 13      |                  |                  |                  | Chapter 13       |                  |                  |
|   |   |                | FY 2025         | FY 2026          | FY 2027          | FY 2026-27       | FY 2028          | FY 2029          | FY 2028-29       |
| 1   | <b>Summary</b>                                    |                |                 |                  |                  |                  |                  |                  |                  |
| 2   | Total - Current Law - Non-General Fund            |                | (48,907)        | (123,464)        | (143,000)        | (266,464)        | (150,000)        | (159,300)        | (309,301)        |
| 3   | Total - Net Changes - Non-General Fund            |                | -               | (5,432)          | 11,585           | 6,153            | 13,163           | 17,258           | 30,420           |
| 4   | <b>Total - Non-General Funds</b>                  |                | <b>(48,907)</b> | <b>(128,896)</b> | <b>(131,415)</b> | <b>(260,311)</b> | <b>(136,838)</b> | <b>(142,043)</b> | <b>(278,881)</b> |
| 5   | <b>Percent Change from Prior Year or Biennium</b> |                |                 | <b>163.55%</b>   | <b>2.01%</b>     | <b>428.75%</b>   | <b>-4.31%</b>    | <b>-5.30%</b>    | <b>2.60%</b>     |
| 6   | <b>Special Revenue Fund</b>                       |                |                 |                  |                  |                  |                  |                  |                  |
| 7   | <u>Local Government Cannabis Aid Account</u>      |                |                 |                  |                  |                  |                  |                  |                  |
| 8   | <i>Change Items</i>                               |                |                 |                  |                  |                  |                  |                  |                  |
| 9   | Repeal Local Government Cannabis Aid              | Aids Pay 2026  | -               | -                | 12,500           | 12,500           | 13,800           | 18,000           | 31,800           |
| 10  | TR-OUT - Remaining Balance to General Fund        | DFE            | -               | (5,042)          | -                | (5,042)          | -                | -                | -                |
| 11  | <b>Subtotal: Change Items</b>                     |                | <b>-</b>        | <b>(5,042)</b>   | <b>12,500</b>    | <b>7,458</b>     | <b>13,800</b>    | <b>18,000</b>    | <b>31,800</b>    |
| 12  | <b>TOTAL: Non-General Funds</b>                   |                | <b>(48,907)</b> | <b>(128,896)</b> | <b>(131,415)</b> | <b>(260,311)</b> | <b>(136,838)</b> | <b>(142,043)</b> | <b>(278,881)</b> |

*FY is Fiscal Year  
Aids Pay is Aids Payable Year  
TR-OUT is Transfer Out  
DFE is Day Following Enactment*

*End of Non-General Fund Property Tax, Aids, and Credits Tracking Sheet*

**Other Provisions - No State Cost**

**MN House Fiscal Analysis**

**First Special Session, Chapter 13 (HF 9), Omnibus Tax Bill**

**February 2025 Forecast**

| Chapter 13  |                |   |
|---|----------------|---|
| Line  | Effective Date | Provision   |
| 1   | DFE            | Local Sales Tax - Extension - City of Hermantown                  |
| 2   | DFE            | TIF: Extends temporary TIF authority                              |
| 3   | Local Approval | TIF: City of Ramsey   |
| 4   | Local Approval | TIF: City of Maplewood  |
| 5   | Local Approval | TIF: City of Maple Grove  |
| 6   | Local Approval | TIF: City of St. Paul - Ford Site Redevelopment                   |
| 7   | Local Approval | TIF: City of Brooklyn Center                                      |
| 8   | Local Approval | TIF: City of Brooklyn Park  |
| 9   | Local Approval | TIF: City of Eden Prairie   |
| 10  | Local Approval | TIF: City of Edina  |
| 11  | Local Approval | TIF: City of Marshall   |
| 12  | Local Approval | TIF: City of Minnetonka   |
| 13  | Local Approval | TIF: City of Moorhead   |
| 14  | Local Approval | TIF: City of Oakdale  |
| 15  | Local Approval | TIF: City of Plymouth   |
| 16  | Local Approval | TIF: City of St. Cloud  |
| 17  | Local Approval | TIF: City of Bloomington  |
| 18  | DFE            | Tax Expenditure Review Commission (TERC) Modifications            |
| 19  | Various        | DOR Policy and Technical Bill                                     |
| 20  | 7/1/2025       | Public Finance  |
| 21  | 7/1/2025       | Maximum Debt Amount Increased, State Agricultural Society         |
| 22  | DFE            | Third Class Cities Tax Levy for Music Annual Expenditure Increase |
| 23  | Pay 26         | Property Tax Notices and Statements - Fiscal Disparities Removal  |
| <p><i>DFE is Day Following Enactment</i><br/> <i>TIF is Tax Increment Financing</i><br/> <i>DOR is Department of Revenue</i><br/> <i>Pay is Property Taxes Payable Year</i></p> |                |   |

Cynthia Templin, [Cynthia.Templin@house.mn.gov](mailto:Cynthia.Templin@house.mn.gov)  
 Katrina Heimark, [Katrina.Heimark@house.mn.gov](mailto:Katrina.Heimark@house.mn.gov)  
 Casey Muhm, [Casey.Muhm@mnsenate.gov](mailto:Casey.Muhm@mnsenate.gov)

