

House Property Tax Division
Revenue Impact Summary for Selected Property Tax bills -
Wednesday, February 16, 2022

Note: This table reflects expenditure changes to the base budget reflected in the February 2021 forecast. Positive numbers are an expenditure increase, negative numbers are a reduction/cost savings.

Bill No.	Sponsor	Bill description	General Fund Expenditure Change (000's)					
			FY 2022	FY 2023	FY 22-23	FY 2024	FY 2025	FY 24-25
Property Tax changes								
1	HF 2300 w DE1	Richardson Community land trust property classification modified. Creates a new 4d(2) class for community land trust property; with a class rate of 0.75%. Effective for tax payable year 2023. About \$270 million in market value would change from class 1a to 4d(2). Properties changing to class 4d(2) would no longer be eligible for homeowner property tax refunds PTR interaction	0	0	0	(810)	(810)	(1,620)
		Total General Fund	0	0	0	(810)	(810)	(1,620)
2	HF 1661 w DE2	Schultz Elderly living facilities exempted from taxation St. Ann's Seniors' Residence in Duluth, an assisted living facility owned by 501c(3) nonprofit organization. Effective for assessment year 2023, payable in CY 24/ FY 25.	0	0	0	0	10	10
		General Fund	0	0	0	0	10	10
3	HF 1429 w DE1	Vang Class 2a land agricultural product definition expanded to include industrial hemp Effective for assessment year 2023, payable in CY 24. Currently 6,000 acres of hemp planted in 2021, plus greenhouse space PTR interaction Ag Hmstd MVC School building bond agricultural tax credit	0	0	0	0	30	30
			0	0	0	0	10	10
			0	0	0	0	30	30
		General Fund - Class 2a land definition expansion	0	0	0	0	70	70
Tax Aids - Local Government Aid								
4	HF 2810	Swedzinski LGA penalty forgiveness for City of Echo To comply with financial reporting by June 1, 2022 and pay \$46,060 in withheld aid (2021) by June 30, 2022	0	0	0	0	0	0
		General Fund	0	0	0	0	0	0