

Minnesota House Fiscal Analysis Department

2021 Legislature - Special Session 7 (December 2020) update to November 2020 Forecast

As of 1/8/2021

Tax Refunds, Aids & Credits - Appropriations by Fund

All Numbers in Thousands

➔ **Note:** Positive numbers are program expenditures (revenue losses); negative numbers are cost savings (revenue gains). Numbers in brackets [] are for information purposes only and are not reflected in spreadsheet totals.

| | SS7 | SS7 December 2020 | | | Dec 20-21 v | SS7 | Dec 24-25 v |
|--|--------------------|-------------------|-----------|--------------------|----------------|--------------------|-----------------|
| | Dec 2020 | FY2022 | FY2023 | FY2022-23 | Dec 22-23 | Dec 2020 | Dec 23-24 |
| | FY2020-21 | | | | Change | FY2024-25 | Change |
| General Fund Expenditures | | | | | | | |
| REFUNDS | \$1,670,031 | \$887,380 | \$906,000 | \$1,793,380 | 123,349 | \$1,886,240 | \$92,860 |
| 1 Homestead Credit property tax refund - base | 1,115,967 | \$612,600 | \$625,600 | \$1,238,200 | 122,233 | \$1,315,800 | 77,600 |
| 2 Renters property tax refund | 457,188 | 243,100 | 245,600 | 488,700 | 31,512 | 499,400 | 10,700 |
| 3 Targeting | 21,795 | 1,800 | 5,000 | 6,800 | (14,995) | 10,000 | 3,200 |
| 4 Forest Land Credits (SFIA) | 24,236 | 12,880 | 13,400 | 26,280 | 2,044 | 28,440 | 2,160 |
| 5 Subtotal - Property Tax Refunds | 1,619,186 | 870,380 | 889,600 | 1,759,980 | 140,794 | 1,853,640 | 93,660 |
| 6 | | | | | | | |
| 7 Political Contribution Refund | 6,207 | 3,000 | 3,500 | 6,500 | 293 | 6,500 | 0 |
| 8 Tax Refund Interest | 44,638 | 14,000 | 12,900 | 26,900 | (17,738) | 26,100 | (800) |
| 9 | | | | | | | |
| LOCAL AIDS | 1,692,771 | 918,860 | 919,787 | 1,838,647 | 145,876 | 1,845,198 | 6,551 |
| 11 Local Government Aid (LGA) | 1,018,490 | 564,398 | 564,398 | 1,128,796 | 110,306 | 1,128,796 | 0 |
| 12 Subtotal- Local Government Aid (LGA) | 1,018,490 | 564,398 | 564,398 | 1,128,796 | 110,306 | 1,128,796 | 0 |
| 13 | | | | | | | |
| 14 County Program Aid | 494,174 | 263,971 | 264,012 | 527,983 | 33,809 | 527,908 | (75) |
| 15 Public Defender Cost | 0 | 500 | 500 | 1,000 | 1,000 | 1,000 | 0 |
| 16 Local Impact Notes (MMB/MDE) | 0 | 214 | 214 | 428 | 428 | 428 | 0 |
| 17 Subtotal- County Program Aid (CPA) | 494,174 | 264,685 | 264,726 | 529,411 | 35,237 | 529,336 | (75) |
| 18 | | | | | | | |
| 19 Township Aid | 19,997 | 10,000 | 10,000 | 20,000 | 3 | 20,000 | 0 |
| 20 | | | | | | | |
| 21 Payment in Lieu of Taxes (PILT) for DNR Owned Lands | 72,030 | 36,315 | 36,540 | 72,855 | 825 | 78,815 | 5,960 |
| 22 Aquatic Invasive Species Prevention Aid | 20,000 | 10,000 | 10,000 | 20,000 | 0 | 20,000 | 0 |
| 23 Riparian Protection Aid to BWSR | 1,490 | 745 | 745 | \$1,490 | 0 | \$1,490 | 0 |
| 24 Riparian Protection Aid to Counties | 14,510 | 7,255 | 7,255 | 14,510 | 0 | 14,510 | 0 |
| 25 Subtotal- Riparian Protection Aid | 16,000 | 8,000 | 8,000 | \$16,000 | 0 | \$16,000 | 0 |
| 26 Indian Family Out-of-Home Placement Aid | 10,000 | 4,337 | 5,000 | \$9,337 | (663) | \$10,000 | 663 |
| 27 Casino Aid to Counties | 3,228 | 1,614 | 1,614 | 3,228 | 0 | 3,228 | 0 |
| 28 | | | | | | | |
| 29 Production Property Transition Aid | 80 | 0 | 0 | 0 | (80) | 0 | 0 |
| 30 Utility Transition Aid (cities and towns) | 8 | 11 | 9 | 20 | 12 | 23 | 3 |
| 31 DRA School | 16,045 | 8,086 | 8,086 | 16,172 | 127 | 16,172 | 0 |
| 32 DRA Non-School | 20,319 | 10,214 | 10,214 | 20,428 | 109 | 20,428 | 0 |
| 33 Disparity Reduction Aid (DRA) | 36,364 | 18,300 | 18,300 | 36,600 | 236 | 36,600 | 0 |
| 34 Mahnomens City Reimbursement Aid | 320 | 160 | 160 | 320 | 0 | 320 | 0 |
| 35 Mahnomens County Aid | 1,800 | 900 | 900 | 1,800 | 0 | 1,800 | 0 |
| 36 Mahnomens ISD #432 Aid | 280 | 140 | 140 | 280 | 0 | 280 | 0 |
| 37 Mahnomens Reimbursement Aid | 2,400 | 1,200 | 1,200 | 2,400 | 0 | 2,400 | 0 |
| 38 | | | | | | | |
| PROPERTY TAX CREDITS | 194,769 | 112,321 | 120,443 | 232,764 | 37,995 | 273,791 | 41,027 |
| 39 | | | | | | | |
| 40 Agr MVC School | 17,072 | 8,127 | 8,096 | 16,223 | (849) | 16,192 | (31) |
| 41 Agr MVC Non-School | 57,369 | 27,393 | 27,393 | 54,786 | (2,583) | 54,786 | 0 |
| 42 Agricultural Market Value Credit | 74,441 | 35,520 | 35,489 | 71,009 | (3,432) | 70,978 | (31) |
| 43 | | | | | | | |
| 44 School Building Bond Agricultural Credit | 92,994 | 62,141 | 69,652 | \$131,793 | 38,799 | \$170,509 | 38,716 |
| 45 | | | | | | | |
| 46 Agriculture Preservation Credit -School (w/o State Con Fnd) | 85 | 0 | 0 | - | (85) | - | 0 |
| 47 Agriculture Preservtn Credit -NonSchool (w/o State Con Fnd) | 366 | 149 | 149 | 298 | (68) | 298 | 0 |
| 48 | | | | | | | |
| 49 Border City Disparity -School | 5,452 | 3,144 | 3,318 | 6,462 | 1,010 | 7,019 | 557 |
| 50 Border City Disparity -Non-School | 20,427 | 11,286 | 11,835 | 23,121 | 2,694 | 24,987 | 1,866 |
| 51 Border City Disparity Credit | 25,879 | 14,430 | 15,153 | 29,583 | 3,704 | 32,006 | 2,423 |
| 52 | | | | | | | |
| 53 Prior Year Credit -School | 771 | 81 | 0 | 81 | (690) | - | (81) |
| 54 Prior Year Credit- Non-School | 233 | 0 | 0 | 0 | (233) | 0 | 0 |
| 55 Prior Year Credits | 1,004 | 81 | - | 81 | (923) | - | (81) |
| 56 | | | | | | | |

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As of 1/8/2021

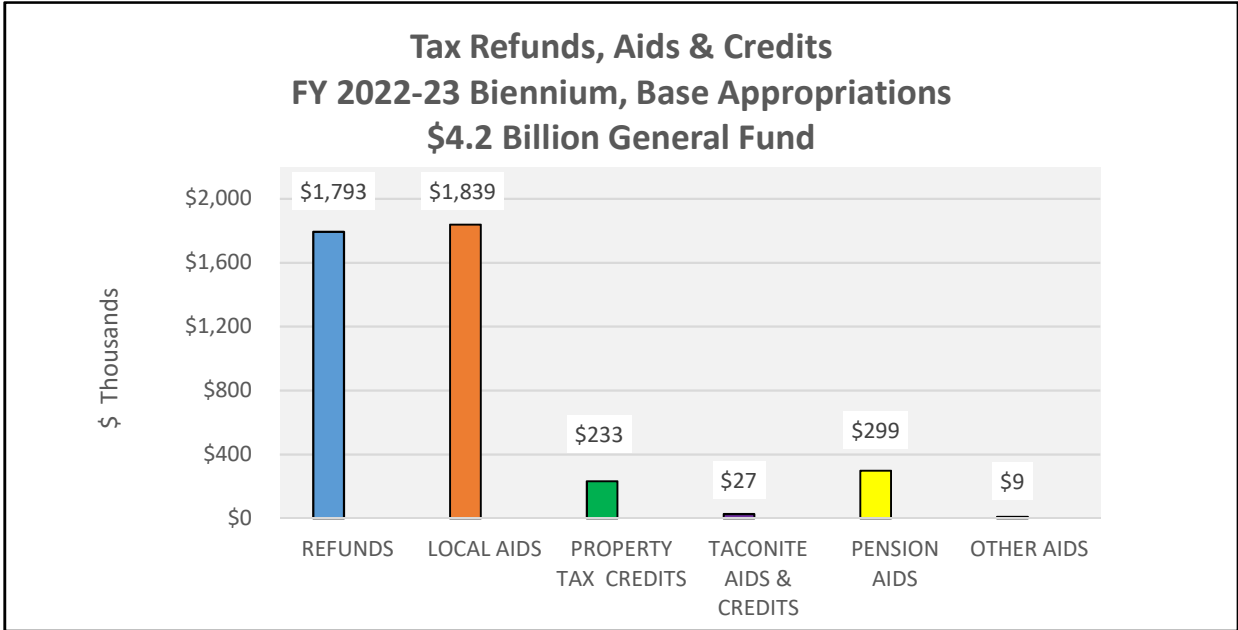
Tax Refunds, Aids & Credits - Appropriations by Fund

All Numbers in Thousands

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| | SS7 | SS7 December 2020 | | | Dec 20-21 v | SS7 | Dec 24-25 v |
|--|--------------------|--------------------|--------------------|--------------------|------------------|--------------------|------------------|
| | Dec 2020 | FY2022 | FY2023 | FY2022-23 | Dec 22-23 | FY2024-25 | Dec 23-24 |
| | | | | | Change | | Change |
| TACONITE TAX RELIEF AREA AIDS & CREDITS | 27,963 | 13,555 | 13,455 | 27,010 | (953) | 28,225 | 1,215 |
| State Taconite Aid to IRRR (Non-School) | 7,489 | 3,469 | 3,408 | 6,877 | (612) | 7,803 | 926 |
| State Taconite Aid Local Distribution | 8,564 | 4,077 | 3,984 | 8,061 | (503) | 8,130 | 69 |
| Subtotal State Taconite Aid | 16,053 | 7,546 | 7,392 | 14,938 | (1,115) | 15,933 | 995 |
| Taconite Reimbursement (School) | 1,122 | 561 | 561 | 1,122 | 0 | 1,122 | 0 |
| Supplemental Taconite Homestead Credit (Non-School) | 10,788 | 5,448 | 5,502 | 10,950 | 162 | 11,170 | 220 |
| LOCAL PENSION AIDS | 292,019 | 146,775 | 151,845 | 298,620 | 6,601 | 319,740 | 21,120 |
| Police Aid (includes only local; DNR & DPS aid in State Gov) | 165,423 | 88,100 | 92,070 | 180,170 | 14,747 | 196,750 | 16,580 |
| Fire Aid | 62,938 | 33,480 | 34,460 | 67,940 | 5,002 | 71,960 | 4,020 |
| Fire Insurance Surcharge Aid | 7,905 | 4,260 | 4,380 | 8,640 | 735 | 9,160 | 520 |
| Police & Fire Retirement Aid Supplement | 30,995 | 15,500 | 15,500 | 31,000 | 5 | 31,000 | 0 |
| Police/Fire Amorization Aid (Open) | 5,458 | 2,729 | 2,729 | 5,458 | 0 | 5,458 | 0 |
| Redirected Amortization Aid - St Paul + TRFA | 4,188 | 2,094 | 2,094 | 4,188 | 0 | 4,188 | 0 |
| Firefighters Supplemental Benefits Reimbursements | 1,212 | 612 | 612 | 1,224 | 12 | 1,224 | 0 |
| Public Employees Retirement Assoc. (PERA) Aid | 13,900 | 0 | 0 | 0 | (13,900) | 0 | 0 |
| Fire/EMS Volunteer Retention Stipend Aid | | | | | | | |
| OTHER AIDS & ONE-TIME APPROPRIATIONS | 16,778 | 8,333 | 783 | 9,116 | (7,662) | 1,463 | (7,653) |
| Disaster Credit -School | 32 | 525 | 86 | 611 | 579 | 62 | (549) |
| Disaster Credit- Non-School | 74 | 1,750 | 92 | 1,842 | 1,768 | 184 | (1,658) |
| Disaster Credit | 106 | 2,275 | 178 | 2,453 | 2,347 | 246 | (2,207) |
| Local Option Disaster Abatement reimb (school) | 525 | 81 | 25 | 106 | (419) | 50 | (56) |
| Local Option Disaster Abatement reimb (non school) | 1,749 | 74 | 74 | 148 | (1,601) | 148 | 0 |
| Local Option Disaster Abatement Reimbursement | 2,274 | 155 | 99 | 254 | (2,020) | 198 | (56) |
| Border City Reimbursement | 97 | 42 | 42 | 84 | (13) | 84 | 0 |
| Performance Measurement Reimbursement | 924 | 461 | 464 | 925 | 1 | 935 | 10 |
| City of Minneapolis Library debt service | 7,730 | 0 | 0 | - | (7,730) | - | 0 |
| Bloomington Infrastructure Projects | - | 0 | 0 | - | 0 | - | 0 |
| Wadena County Aid (2 years only) | 1,200 | - | - | 0 | (1,200) | 50 | 0 |
| Local Government grants | 4,447 | 5,400 | 0 | 5,400 | 953 | - | (5,400) |
| 2020 Legislature Ch 71 - Tribal Nations Grants | 11,000 | 0 | 0 | - | (11,000) | - | 0 |
| 2020 Legislature, SS7, CH 2 - Small Business Assistance to Bars, Restaurants, Breweries, Fitness Centers, etc. | 87,750 | 0 | 0 | - | (87,750) | - | 0 |
| Property Tax Aids and Credits, GF TOTAL | \$3,993,081 | \$2,087,224 | \$2,112,313 | \$4,199,537 | \$206,456 | \$4,354,657 | \$155,120 |
| Plus Senior Deferral changes (net) | 247 | 136 | 136 | 272 | 25 | 272 | 0 |
| Property Tax Aids and Credits with Senior Deferral | \$3,992,834 | \$2,087,088 | \$2,112,177 | \$4,199,265 | \$206,431 | \$4,354,385 | \$155,120 |
| Other Fund Expenditures | | | | | | | |
| State Conservation Fund (SR) Agriculture Preservation Credit | - | 280 | 280 | 560 | 560 | 560 | - |
| Net Loan activity | | | | | | | |
| Senior Deferral loan receipts (REV) | [-1037] | [1209] | [1209] | [2576] | \$3,613 | [2576] | - |
| Senior Deferral loans issuances (Reimbursements to Counties) | [1311] | [-1345] | [-1345] | [-2418] | (3,729) | [-2418] | - |
| Total Senior Deferral (net) | 247 | 136 | 136 | 272 | 25 | 272 | - |
| Coronavirus Relief (Federal) | | | | | | | |
| COVID-19 Aid to Local Governments - Counties | 467,254 | - | - | - | (467,254) | - | - |
| COVID-19 Aid to Local Governments - Cities and Towns | 370,475 | - | - | - | (370,475) | - | - |
| Total COVID-19 to Local Governments | 837,729 | 0 | 0 | - | (837,729) | - | - |

2021 Legislature - Special Session 7 (December 2020)
 Tax Refunds, Aids & Credits - FY 2022-23 Biennium



| | SS7 Dec 2020 FY2022-23 |
|--|---------------------------|
| General Fund Expenditures | 000s |
| REFUNDS | \$1,793 |
| LOCAL AIDS | \$1,839 |
| PROPERTY TAX CREDITS | \$233 |
| TACONITE AIDS & CREDITS | \$27 |
| PENSION AIDS | \$299 |
| OTHER AIDS | <u>\$9</u> |
| Property Tax Aids and Credits, GF TOTAL | \$4,200 |