

**PROPERTY TAX
Report on 4d Low Income Housing
Property**

March 09, 2021

	Yes	No
DOR Administrative Cost/Savings	X	

Department of Revenue
Analysis of H.F. 1298 (Her) as introduced

	Fund Impact			
	FY2022	FY2023	FY2024	FY2025
	(000's)			
General Fund	\$0	\$0	\$0	\$0

Effective the day following final enactment.

EXPLANATION OF THE BILL

The bill would require the commissioner of revenue, in consultation with the Minnesota Housing Finance Agency, to produce a report on class 4d low income housing property and local 4d affordable housing programs.

The report must include information on the number 4d units for each property, property taxes paid, property tax reductions due to 4d classification, potential tax base changes from lowering the 4d classification rate, and the total number 4d units in the last ten years. The report must also include a profile of income limits and area median incomes that determine eligibility for assisted housing programs. The report must be completed by January 15, 2022.

REVENUE ANALYSIS DETAIL

- There would be no impact to the state general fund.

Source: Minnesota Department of Revenue
Property Tax Division - Research Unit
<https://www.revenue.state.mn.us/revenue-analyses>

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