

February 8, 2021

	Yes	No
DOR Administrative Costs/Savings	X	

Department of Revenue
Analysis of H.F. 46 (Marquart)

	Fund Impact			
	<u>F.Y. 2022</u>	<u>F.Y. 2023</u>	<u>F.Y. 2024</u>	<u>F.Y. 2025</u>
	(000's)			
General Fund	(\$100)	(\$47)	(\$47)	(\$47)

Effective beginning July 1, 2021.

EXPLANATION OF THE BILL

The bill requires the Commissioner of Management and Budget, in consultation with the Commissioner of Revenue, to develop and publish an interactive taxpayer receipt on Management and Budget’s website. The website must describe General Fund expenditures by major expenditure category, including the allocation of motor fuel taxes among transportation purposes. The receipt must include the goals and outcomes of the expenditures.

The website must allow the taxpayer to input an income amount and other information, such as tobacco or alcohol use, to receive an estimate of major state taxes paid and the share of the user’s tax liability that goes to each major expenditure category.

The receipt must be based on the most recent fiscal year for which data is available and must be updated by December 31 of each year. Beginning with tax year 2021, the individual income tax forms must include an option to get information on the taxpayer receipt by email, U.S. mail, or to not receive any receipt information.

The bill appropriates \$100,000 from the General Fund to the Commissioner of Management and Budget for fiscal year 2022 to develop the website and \$47,000 per fiscal year after that.

REVENUE ANALYSIS DETAIL

- The bill would result in a loss of \$100,000 from the General Fund due to the appropriation in fiscal year 2022 and \$47,000 per fiscal year in succeeding years for annual updates to the website.

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