

House Property Tax Division
Revenue Impact Summary for Selected Property Tax bills -
Wednesday, February 1, 2023

2.1.2023

*Note: This table reflects expenditure changes to the base budget reflected in the **November 2022 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 2024	FY 2025	FY 24-25	FY 2026	FY 2027	FY 26-27		
1	Local Aids									
	HF 735	Reyer	Soil and Water Conservation District Aid Creates an aid for Soil & Water Conservation districts. - 70% of appropriation distributed evenly among districts and - 20% based on a district's share of nonpublic lands - 10% distributed based on population 85 counties have at least one district (-0- in Hennepin/ Ramsey); 3 counties have 2 districts (OtterTail, Polk, St.Louis) Effective aids payable 2022/FY 2023 per MS 477A.015 (70% * \$22,000,000) / 88 districts = \$175,000 per district 20% * \$22,000,000 = \$4.4 million nonpublic land apportionmt 10% * \$22,000,000 = \$2.2 million popluation apportionmt		15,400	15,400	30,800	15,400	15,400	30,800
			4,400	4,400	8,800	6,600	6,600	13,200		
			2,200	6,600	8,800	6,600	6,600	13,200		
		General Fund	22,000	22,000	39,600	22,000	22,000	44,000		
2	HF825	Lislegard	Payment in Lieu of Taxes (PILT) changes and report Same as HF 3073 (Ecklund - 2022) 1) County admin lands, increase payment from \$2 to \$3/acre 2) Creates new payment based on total PILT land in county. Counites with 25% or more PILT land : add \$0.18/acre Counites with 10% - 25% PILT land: add \$0.08 /acre 3) Adds an annual inflation adjustment to PILT payment rates 4) Report on valuation methods for state-owned lakeshore Effective for aids payable 2024 PILT payment increases Property Tax Refund interactions Income Tax interactions		9,300	9,300	10,200	11,000	21,200	
				(250)	(250)	(280)	(300)	(580)		
				(90)	(90)	(100)	(110)	(210)		
		General Fund	0	8,960	8,960	9,820	10,590	20,410		
	Tax Increment Financing									
3	HF 880	Gomez	Tax increment financing provisions modified, various pooling provisions clarified, administrative expense limitations clarified, and application of violations and remedies expanded. Effective the day following enactment (DFE+1) Same as HF 4281 (2022), OTB HF 3669-3E (2022)		0	0	0	0	0	
		General Fund	0	0	0	0	0	0		