

1.1 Senator moves to amend H.F. No. 1830, in conference committee, as
1.2 follows:

1.3 On R9-A3-2, Senate language, (UEH1826-1)

1.4 Pages 35 to 36, delete sections 7 to 9 and insert:

1.5 "Sec. 7. Minnesota Statutes 2022, section 428A.01, is amended by adding a subdivision
1.6 to read:

1.7 Subd. 7. **Multiunit residential property.** "Multiunit residential property" means:

1.8 (1) property classified as class 4a under section 273.13, subdivision 25, paragraph (a);

1.9 (2) condominiums, as defined under section 515A.1-103, clause (7), that are classified
1.10 as class 1a under section 273.13, subdivision 22, paragraph (a); class 4b under section
1.11 273.13, subdivision 25, paragraph (b), clause (1); class 4bb under section 273.13, subdivision
1.12 25, paragraph (c), clause (1); or condominiums under chapters 515 and 515A established
1.13 prior to the enactment of the Minnesota Common Interest Ownership act under chapter
1.14 515B;

1.15 (3) condominium-type storage units classified as class 4bb under section 273.13,
1.16 subdivision 25, paragraph (c), clause (3); and

1.17 (4) duplex or triplex property classified as class 1a under section 273.13, subdivision
1.18 22, paragraph (a); or classified as class 4b under section 273.13, subdivision 25, paragraph
1.19 (b), clause (1).

1.20 Multiunit residential property does not include any unit that is an affordable housing unit
1.21 classified as 4d low-income rental housing under section 273.13, subdivision 25, paragraph
1.22 (e).

1.23 **EFFECTIVE DATE.** This section is effective for the establishment or enlargement of
1.24 a special service district after July 1, 2023.

1.25 Sec. 8. Minnesota Statutes 2022, section 428A.01, is amended by adding a subdivision to
1.26 read:

1.27 Subd. 8. **Nonresidential property.** "Nonresidential property" means property that is
1.28 classified under section 273.13 and used for commercial, industrial, or public utility purposes,
1.29 or is zoned for vacant land or designated on a land use plan for commercial or industrial
1.30 use.

2.1 **EFFECTIVE DATE.** This section is effective for the establishment or enlargement of
2.2 a special service district after July 1, 2023."

2.3 On R10-A3-2, Senate language, (UEH1826-1)

2.4 Pages 36 to 37, delete sections 10 to 12 and insert:

2.5 "Sec. 9. Minnesota Statutes 2022, section 428A.02, subdivision 1, is amended to read:

2.6 Subdivision 1. **Ordinance.** The governing body of a city may adopt an ordinance
2.7 establishing a special service district. Only nonresidential and multiunit residential property
2.8 ~~that is classified under section 273.13 and used for commercial, industrial, or public utility~~
2.9 ~~purposes, or is vacant land zoned or designated on a land use plan for commercial or~~
2.10 ~~industrial use and~~ located in the special service district, may be subject to the charges
2.11 imposed by the city on the special service district. Other types of property may be included
2.12 within the boundaries of the special service district but are not subject to the levies or charges
2.13 imposed by the city on the special service district. If 50 percent or more of the estimated
2.14 market value of a parcel of property is classified under section 273.13 as commercial,
2.15 industrial, or vacant land zoned or designated on a land use plan for commercial or industrial
2.16 use, or public utility for the current assessment year, then the entire taxable market value
2.17 of the property is subject to a service charge based on net tax capacity for purposes of
2.18 sections 428A.01 to 428A.10. The ordinance shall describe with particularity the area within
2.19 the city to be included in the district and the special services to be furnished in the district.
2.20 The ordinance may not be adopted until after a public hearing has been held on the question.
2.21 Notice of the hearing shall include the time and place of hearing, a map showing the
2.22 boundaries of the proposed district, and a statement that all persons owning property in the
2.23 proposed district that would be subject to a service charge will be given opportunity to be
2.24 heard at the hearing. Within 30 days after adoption of the ordinance under this subdivision,
2.25 the governing body shall send a copy of the ordinance to the commissioner of revenue.

2.26 **EFFECTIVE DATE.** This section is effective for the establishment or enlargement of
2.27 a special service district after July 1, 2023.

2.28 Sec. 10. Minnesota Statutes 2022, section 428A.03, is amended by adding a subdivision
2.29 to read:

2.30 Subd. 4. **Common interest community charges.** Service charges may not be imposed
2.31 on a unit in a common interest community for a service that is ordinarily provided by the
2.32 unit's owner's association unless an increased level of service is provided by the special
2.33 service district. A unit in a common interest community is defined under section 515B.1-103,

3.1 clause (10), and also includes common interest communities under chapters 515 and 515A,
3.2 that were established prior to the enactment of the Minnesota Common Interest Ownership
3.3 Act under chapter 515B.

3.4 **EFFECTIVE DATE.** This section is effective for the establishment or enlargement of
3.5 a special service district after July 1, 2023."

3.6 Renumber the sections in sequence and correct the internal references

3.7 Amend the title accordingly