House Research

- Bill Summary -

File Number: H.F. 725 **Date:** March 9, 2017

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Subject: Provides a Pay 2017 local government aid (LGA) adjustment for a newly

incorporated town

Analyst: Pat Dalton

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Provides a starting city LGA base amount for Pay 2017 LGA of \$115 per capita for a town that incorporated into a city on October 13, 2015. The new city is Rice Lake in St. Louis County. This provision was in the vetoed 2016 omnibus tax bill. The Pay 2017 aid to the city will increase from \$5,639 to \$471,500.

Treats this as a post certification aid correction so the money needed to make this 2017 adjustment comes from the general fund rather than the certified aid amount of other cities.