

Subject 2018 property tax provisions  
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## Overview

H.F. 567 contains property tax provisions from the 2018 omnibus tax bill that have some associated costs. The provisions include an increase in exempted property for agricultural historical societies, a property tax exemption for a pharmacy owned by a federally recognized Indian tribe, extending the application deadline for the disabled veterans' homestead exclusion, extending the application deadline for the senior deferral program, changes to the Cloquet Area Fire and Ambulance Taxing District, a reallocation of fire remediation grants to the city of Melrose, and an appropriation to local governments for the March 11, 2018, fire in Mazeppa.

## Summary

| Section | Description   |
|---------|---|
| 1       | <p><b>Agricultural historical society property.</b></p> <p>Increases the amount of property that may be exempted from 20 acres to 40 acres.</p> <p>Effective for assessments beginning in 2019.</p>   |
| 2       | <p><b>Certain property owned by an Indian tribe.</b></p> <p>Provides a property tax exemption for a pharmacy in the city of Minneapolis owned by a federally recognized Indian tribe. The property must have been owned by the tribe on January 1, 2016. This exemption is limited to parcels and structures that do not exceed 4,000 square feet. The exemption expires with taxes payable in 2029.</p> <p>Effective for taxes payable in 2020 and thereafter.</p> |
| 3       | <p><b>Homestead of disabled veteran or family caregiver.</b></p> <p>Moves the application date for the disabled veterans homestead exclusion from July 1 to December 15.</p> <p>Effective for assessments in 2019.</p>  |

| <b>Section</b> | <b>Description</b>  |
|----------------|---|
| 4              | <p><b>Initial application.</b></p> <p>Moves the application date for the senior deferral program from July 1 to November 1, and clarifies that a taxpayer may request early notification of approval or denial.</p> <p>Effective for assessments in 2019.</p>   |
| 5              | <p><b>Agreement.</b></p> <p>Changes the name of the Cloquet Area Fire and Ambulance Special Taxing District.</p> <p>Effective upon compliance by the Cloquet Area Fire and Ambulance Special Taxing District Board with approval and filing requirements.</p>   |
| 6              | <p><b>Board.</b></p> <p>Changes the name of the Cloquet Area Fire and Ambulance Special Taxing District.</p> <p>Effective upon compliance by the Cloquet Area Fire and Ambulance Special Taxing District Board with approval and filing requirements.</p>   |
| 7              | <p><b>Tax.</b></p> <p>Clarifies that the Cloquet Area Fire and Ambulance Special Taxing District may levy within its area for fire services or ambulance services or both.</p> <p>Effective upon compliance by the Cloquet Area Fire and Ambulance Special Taxing District Board with approval and filing requirements.</p>   |
| 8              | <p><b>Public indebtedness.</b></p> <p>Clarifies the Cloquet Area Fire and Ambulance Special Taxing District's ability to incur debt by allowing the district to issue certificates of indebtedness or capital notes.</p> <p>Effective upon compliance by the Cloquet Area Fire and Ambulance Special Taxing District Board with approval and filing requirements.</p>   |
| 9              | <p><b>Withdrawal.</b></p> <p>Provides that a debt levy in a municipality that wishes to withdraw from the Cloquet Area Fire and Ambulance Special Taxing District remains in effect until the obligations outstanding on the date of withdrawal are satisfied.</p> <p>Effective upon compliance by the Cloquet Area Fire and Ambulance Special Taxing District Board with approval and filing requirements.</p> |
| 10             | <p><b>Appropriation; fire remediating grants.</b></p> <p>Reallocates between the city and the county the amounts appropriated to the city of Melrose granted in 2017. Provides a longer period in which the appropriation can be spent.</p> <p>Effective the day following final enactment.</p>   |

| Section | Description   |
|---------|---|
| 11      | <p data-bbox="349 262 544 304"><b>Appropriation.</b></p> <p data-bbox="349 304 1429 388">Appropriates \$2,600 to the city of Mazeppa and \$2,400 to Wabasha County to reimburse for property tax abatements and other costs associated with the fire on March 11, 2018.</p> <p data-bbox="349 409 649 451">Effective on July 1, 2019.</p> |



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