

PROPERTY TAX
Chisago Lakes Joint Sewage
Treatment Commission Powers

April 4, 2001

Department of Revenue
 Analysis of H.F. 1298 (Jennings) / S.F. 1633 (Ring)

	Yes	No
Separate Official Fiscal Note Requested		X
Fiscal Impact		
DOR Administrative Costs/Savings		X

	Revenue Gain or (Loss)			
	<u>F.Y. 2002</u>	<u>F.Y. 2003</u>	<u>F.Y. 2004</u>	<u>FY2005</u>
		(000's)		
General Fund	\$0	\$0	\$0	\$0

Effective August 1, 2001.

EXPLANATION OF THE BILL

Current Law: The Chisago Lakes Joint Sewage Treatment Commission is a joint powers board created by Chisago County and the cities of Lindstrom, Chisago City, and Center City. The commission currently has authority to own and operate a wastewater treatment facility and to issue and sell general obligation bonds to construct or improve the facility. The commission may issue obligations only in accord with express authority granted by the member units, and may not pledge the full faith and credit or taxing power of any of the member units.

Proposed Law: The Chisago Lakes Joint Sewage Treatment Commission would be allowed to pledge the full faith and credit and taxing power of member units for general obligation bonds issued to own or operate wastewater treatment facilities.

REVENUE ANALYSIS DETAIL

- The proposed expansion of authority to pledge the full faith and credit and taxing power of member units will not necessarily result in higher tax levies for the wastewater treatment plant. No increase in state costs is likely.

Number of Taxpayers Affected: All taxpayers in Chisago County are affected by county levies for this purpose.

ADMINISTRATIVE/OPERATIONAL IMPACT

There will be no significant administrative or operational costs or savings to DOR in administration of this bill.

Source: Minnesota Department of Revenue
 Tax Research Division