

February 8, 2001

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

Department of Revenue
 Analysis of S.F. 358 (Betzold) / H.F. 557 (Haas)

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 (\$179)

Effective on the first day of the month following final enactment, with an appropriation available for the biennium ending June 30, 2003.

EXPLANATION OF THE BILL

The proposed law appropriates \$178,627 for the biennium ending June 30, 2003, to be paid to the City of Osseo (\$80,000) and to the volunteer firefighter relief association of Osseo (\$98,627) to offset liabilities incurred by the relief association, and the costs incurred from resulting litigation. If the relief association recovers any part of its liabilities in the litigation in excess of reasonable attorney fees and costs, the association must repay all or part of the state appropriation with interest, using available funds recovered from the litigation.

REVENUE ANALYSIS DETAIL

- The revenue impact is equal to the direct appropriation. Although repayment of all or part of the state appropriation is a possibility, no assumptions can be made about the outcome of litigation.

Number of Taxpayers Affected: The property owners in Osseo could be affected if the city needed to increase its levy for any of the costs involved with this situation.

ADMINISTRATIVE/OPERATIONAL IMPACT

See fiscal note

Source: Minnesota Department of Revenue
 Tax Research Division
<http://www.taxes.state.mn.us/polic.html#analyses>