

MINNESOTA • REVENUE

PROPERTY TAX Southwest Regional Development Commission Levy Authority

February 27, 2002

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

Department of Revenue
Analysis of S.F. 2990 (Vickerman), H.F. 3392 (Winter)

<u>Revenue Gain or (Loss)</u>			
<u>F.Y. 2002</u>	<u>F.Y. 2003</u>	<u>F.Y. 2004</u>	<u>F.Y. 2005</u>

(000's)

General Fund

Homeowner PTR increase

\$0 (negligible) (negligible)

Effective after local approval.

EXPLANATION OF THE BILL

Proposed Law: The proposal allows the Southwest Regional Development Commission to levy or bond for the outstanding debt of the Prairie Expo project in Worthington.

REVENUE ANALYSIS DETAIL

- The outstanding debt on the Prairie Expo project is \$1.5 million. The annual levy for 8 years would be \$232,080. Annual tax increase on a \$100,000 home would be about \$3.21.
- Based on author's intent, the payable years would be 2003 through 2010.
- There would be little or no impact on property tax refunds or market value credits.

Number of Taxpayers Affected: property owners in Southwest Minnesota.

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
<http://www.taxes.state.mn.us/polic.html#analyses>

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