

MINNESOTA • REVENUE

PROPERTY TAX Minneapolis Community Planning Department

May 8, 2003

Department of Revenue
Analysis of H.F. 609 (Kelliher) 1st Engrossment
S.F. 692 (Dibble), 1st Engrossment

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

	<u>Revenue Gain or (Loss)</u>			
	<u>F.Y. 2004</u>	<u>F.Y. 2005</u>	<u>F.Y. 2006</u>	<u>F.Y. 2007</u>
		(000's)		
General Fund	\$0	\$0	\$0	\$0

Effective upon local approval.

EXPLANATION OF THE BILL

The City of Minneapolis is granted authority to create a community planning and economic development department and to transfer existing development authority, assets, and liabilities of the Minneapolis Community Development Agency (MCDA) to the new department. The City may transfer employees from MCDA into the new department, including employees not already in the city's classified service, and establish terms and conditions of employees in the new department. The City will be bound by contractual obligations of the MCDA, but the obligations will be secured by the assets pledged by the MCDA. The City may pledge revenues, assets, reserves, or other property transferred from MCDA for the payment of city obligations, and may deposit money from MCDA into any city fund or account. Industrial development undertaken by the new department may include economic and housing development.

REVENUE ANALYSIS DETAIL

- The proposed transfer of assets and obligations will have no effect on the state general fund.

Number of Taxpayers Affected: None

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

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