

# MINNESOTA • REVENUE

## PROPERTY TAX City of White Bear Lake Payment

April 25, 2005

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

Department of Revenue  
Analysis of S.F. 782 (Reiter) / H.F. 1582 (Meslow)

	<b>Fund Impact</b>			
	<b><u>F.Y. 2006</u></b>	<b><u>F.Y. 2007</u></b>	<b><u>F.Y. 2008</u></b>	<b><u>F.Y. 2009</u></b>
		(000's)		
General Fund	(\$105)	\$0	\$0	\$0

Effective July 1, 2005.

### EXPLANATION OF THE BILL

The bill requires the Commissioner of Revenue to make payments to the city of White Bear Lake in the amount of \$52,482 on both July 20, 2005, and December 26, 2005. An appropriation from the general fund is provided for the payments.

### REVENUE ANALYSIS DETAIL

- The total payment to White Bear Lake of \$104,964 would be made in FY 2006.
- In 2004, the city of White Bear Lake challenged the population estimate certified by the Metropolitan Council and used to calculate 2004 city local government aid. The initial challenge was denied because it was initiated beyond the time frame allowed for review. Recognizing that the time frame for review and appeal may have been relatively short, the Department of Revenue agreed to a partial adjustment to White Bear Lake's 2004 local government aid. The adjustment factored in the property tax levy limit reduction that would have been made if the higher local government aid amount could have been determined in time for the levy reduction. The levy limit reduction amount was approximately \$105,000, which was subtracted from the revised 2004 local government aid amount for White Bear Lake.

**Number of Taxpayers:** The city of White Bear Lake.

Source: Minnesota Department of Revenue  
Tax Research Division  
[http://www.taxes.state.mn.us/taxes/legal\\_policy](http://www.taxes.state.mn.us/taxes/legal_policy)