

MINNESOTA • REVENUE

PROPERTY TAX Biwabik/White Twp Obligations

April 29, 2005

Department of Revenue
Analysis of S.F. 2246 (Tomassoni) / H.F. 2478 (Rukavina)

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

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

Effective upon local approval.

EXPLANATION OF THE BILL

The bill would allow the township of White in St. Louis County to levy for the purpose of backing general obligations for financing local improvements. The obligations must be used to finance improvements in an area annexed by Biwabik, as well as for issuing costs and reserves for the obligations. The obligations must also be secured by special assessments levied by the city of Biwabik within the annexed area. No election is required to approve the obligations, and they are not to be included in any debt or levy limit calculations.

REVENUE ANALYSIS DETAIL

- The additional special assessments are estimated to be \$2,250,000. Local property taxes would increase, but special assessments are not included in property tax refund calculations.

Number of Taxpayers: Taxpayers in White Township and the city of Biwabik.

Source: Minnesota Department of Revenue
Tax Research Division
http://www.taxes.state.mn.us/taxes/legal_policy

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