

MINNESOTA • REVENUE

PROPERTY TAX

Lake County - Apportionment of Proceeds From Tax-Forfeited Lands

April 5, 2007

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue
Analysis of S.F. 114 (Bakk) / H.F. 280 (Dill)

Under current law, the remaining balance of net proceeds from tax-forfeited lands must be apportioned as follows: county, 40%; town or city, 20%; and school district, 40%.

If approved by an affected political subdivision, the bill allows Lake County to temporarily suspend this apportionment of net proceeds from tax-forfeited lands and to retain the net proceeds. The authority is available until Lake County suspends apportionment of \$2.2 million, which is to reimburse the county for the purchase of forest land in 2006. Any revenue derived from the acquired forest land is subject to apportionment.

The bill would have no impact on any state funds. Revenue from the apportionment change would go to Lake County.

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

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