

MINNESOTA • REVENUE

PROPERTY TAX Airport Authorities

April 20, 2007

Department of Revenue
Analysis of S.F. 2057 (Bakk) 1st Engrossment

	Yes	No
DOR Administrative Costs/Savings		X

The bill allows a city that shares an airport with another jurisdiction to create an airport authority. An airport authority is a governmental entity created for the purpose of acquiring, establishing, constructing, maintaining, improving, and operating airports and other air navigation facilities. Airport authorities may be established by joint resolution and are governed by a commission of at least five members. Duties of commissioners are defined. Processes to dissolve or change the size of airport authorities are defined. An airport authority may levy taxes within its boundaries and must certify the levy to the county assessor annually.

The creation of airport authorities may have an impact on the local tax base and tax rate in the future and may result in a small increase in property tax refunds paid by the state.

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

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