

MINNESOTA • REVENUE

PROPERTY TAX Northwest Multicounty Housing and Redevelopment Levy Authority

Date March 31, 2008

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue
Analysis of S.F. 3711 (Stumpf) / H.F. 4017 (Lieder)

	<u>Fund Impact</u>			
	<u>F.Y. 2008</u>	<u>F.Y. 2009</u>	<u>F.Y. 2010</u>	<u>F.Y. 2011</u>
General Fund	(\$0)	(\$0)	(\$12)	(\$12)

(000's)

Effective for taxes payable in 2009 through 2013.

EXPLANATION OF THE BILL

Current Law: The Northwest Minnesota Multicounty Housing and Redevelopment Authority is a special taxing district operating in Kittson, Polk, Marshall, Pennington, Red Lake, and Roseau counties. Its authority to levy is subject to approval by the governing bodies of the above counties and their cities. Levy amounts are limited to 0.0144% of the taxable market value of property within the district.

Proposed Law: The proposal authorizes the Minnesota Multicounty Housing and Redevelopment Authority to levy 25% of the total permitted amount (0.0036% of taxable market value) without the approval of counties and cities.

REVENUE ANALYSIS DETAIL

- It is assumed that the maximum permitted amount, about \$326,000, would be levied. This amount is assumed to be in addition to the levy amount already approved by county and city governing bodies.
- If the maximum amount were levied the result would be about a \$12,000 increase in state-paid homeowner property tax refunds.

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