MINNESOTA · REVENUE

PROPERTY TAXES
Manufactured Home Parkland Modification

April 12, 2010

	Yes	No
DOR Administrative Costs/Savings		x

Department of Revenue
Analysis of H.F. 3760 (Marquart) / S.F. 3348 (Dibble)

	Fund Impact			
	F.Y. 2010	**F.Y. 2011**	**F.Y. 2012**	**F.Y. 2013**
	(000's)			
General Fund	$0	$0	(minimal)	(minimal)

Effective for taxes payable in 2011 and thereafter.

EXPLANATION OF THE BILL

The bill makes several changes to manufactured home parkland taxation. Manufactured home parks owned by owners as a cooperative would no longer qualify for market value homestead credit as individual lots.

In addition, the classification rate would be changed from 1.0% on the first $500,000 of market value, and 1.25% on the remainder, to 0.75%.

REVENUE ANALYSIS DETAIL

- Between 4 and 6 cooperative owned manufactured home parks are expected to qualify for this provision.
- Property refund increases due to tax shifting onto class 1a or 2a homesteads is expected to be minimal.

Number of Taxpayers: Few.

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

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