

MINNESOTA • REVENUE

PROPERTY TAX McLeod West School District

March 17, 2009

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue

Analysis of S.F 811 (Dille) / H.F. 1040 (Shimanski), *revised for no additional levy*

	Fund Impact			
	<u>F.Y. 2010</u>	<u>F.Y. 2011</u>	<u>F.Y. 2012</u>	<u>F.Y. 2013</u>
		(000's)		
General Fund	\$0	\$0	\$0	\$0

Effective day following final enactment.

EXPLANATION OF THE BILL

This bill allows Independent School District 2887, McLeod West, to issue general obligation bonds without election to pay reorganization operating debt. The bonds are to be paid within six years of issuance. The district is required to estimate and submit the amount of reorganization operating debt to the commissioner of education for approval. Payment is levied on the area of the district.

REVENUE ANALYSIS DETAIL

- The annual debt service of the bonds during the forecast period is estimated to be \$600,000 by the department of education. **This represents a restructuring of current debt.**
- There would be no impact on local levies during the forecast period, and no property tax refunds impact.

Number of Taxpayers: Owners of property in ISD 2887 would be directly affected.

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

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