

MINNESOTA • REVENUE

COUNTY MORTGAGE REGISTRY TAX AND DEED TAX Hennepin County

February 14, 2012

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue

Analysis of H.F. 1242 (Doepke) / S.F. 1325 (Hall) – *Analysis Revised to Restate the Tax Rate as a Decimal Instead of a Percent*

	Fund Impact			
	<u>F.Y. 2012</u>	<u>F.Y. 2013</u>	<u>F.Y. 2014</u>	<u>F.Y. 2015</u>
		(000's)		
General Fund	\$0	\$0	\$0	\$0

Effective August 1, 2012

EXPLANATION OF THE BILL

Current Law: Minnesota statutes authorize the governing body of Hennepin County to impose a mortgage registry tax and a deed tax similar to the mortgage registry tax and deed tax imposed by the state. The rate of the county mortgage registry tax is 0.0001 of the principal and the rate of the county deed tax is 0.0001 of the amount. Except for the tax rates, the way in which the taxes are imposed is the same as the way the counterpart taxes are imposed at the state level. The revenue from these two taxes must be deposited in the county's environmental response fund. The authority to impose the taxes expires January 1, 2013.

Proposed Law: The proposal would extend the authority to impose the taxes until January 1, 2018.

REVENUE ANALYSIS DETAIL

- The proposal has no impact on state revenue.

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

hf1242(sf1325)_2 / cej