

MINNESOTA • REVENUE

COUNTY MORTGAGE REGISTRY TAX AND DEED TAX Hennepin and Ramsey Counties

February 11, 2013

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue

Analysis of H.F. 205 (Loeffler), As Amended in House Tax Committee (H0205A1)

	Fund Impact			
	<u>F.Y. 2014</u>	<u>F.Y. 2015</u>	<u>F.Y. 2016</u>	<u>F.Y. 2017</u>
		(000's)		
General Fund	\$0	\$0	\$0	\$0

As amended, the effective date is July 1, 2013.

EXPLANATION OF THE BILL

Current Law: The statutory authority for the governing bodies of Hennepin and Ramsey Counties to impose a mortgage registry tax and a deed tax similar to the mortgage registry tax and deed tax imposed at the state level expired January 1, 2013.

Proposed Law: The bill would reinstate the authority of the counties to impose the taxes until some date in the future, which is left blank in the bill. The rate of the county mortgage registry tax would be 0.0001 of the principal, and the rate of the county deed tax would be 0.0001 of the amount. These rates would be the same as the rates were prior to the expiration of the taxes. Except for the tax rates, the way in which the taxes would be imposed would be the same as the counterpart taxes are imposed at the state level. The revenue from these two taxes would be deposited in the counties' environmental response funds.

REVENUE ANALYSIS DETAIL

- The bill would have no impact on state revenue.

Source: Minnesota Department of Revenue
Tax Research Division
http://www.revenue.state.mn.us/research_stats/Pages/Revenue-Analyses.aspx

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