

MINNESOTA • REVENUE

PROPERTY TAX Hennepin County Property Tax Disaster Abatements

April 02, 2013

	Yes	No
DOR Administrative Cost/Savings		x

Department of Revenue

Analysis of S.F. 1324 (Champion) / H.F. 1680 (Dehn, R.) as introduced

Fund Impact

	<u>FY2013</u>	<u>FY2014</u>	<u>FY2015</u>	<u>FY2016</u>	<u>FY2017</u>
	(000's)				
General Fund	(\$336)	\$0	\$0	\$0	\$0

Effective the day following final enactment.

EXPLANATION OF THE BILL

The bill would reimburse Hennepin County taxing jurisdictions for property tax abatements granted for the May 2011 tornadoes. The amount necessary would be appropriated from the state general fund to the commissioner of revenue to make the payments, not to exceed \$400,000. The appropriation would be available until June 30, 2014.

REVENUE ANALYSIS DETAIL

- The state general fund costs to reimbursing Hennepin County for property tax abatements granted would total approximately \$336,000. Assuming an effective date in May 2013, the one-time payment would be provided before June 30, 2013.

PROPERTY TAX BENCHMARKS (Minn. Stat. § 270C.991)

<i>Transparency, Understandability, Simplicity & Accountability</i>	Neutral
<i>Efficiency & Compliance</i>	Neutral
<i>Equity (Vertical & Horizontal)</i>	Neutral
<i>Stability & Predictability</i>	Neutral
<i>Competitiveness for Businesses</i>	Neutral
<i>Responsiveness to Economic Conditions</i>	Neutral

The bill is scored on a three point scale (decrease, neutral, increase) for each principle in comparison to current law.

Source: Minnesota Department of Revenue
Property Tax Division - Research Unit
www.revenue.state.mn.us/research_stats/pages/revenue-analyses.aspx

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