

# MINNESOTA • REVENUE

## MINERALS TAX

### Cook taconite production taxes prior distribution modifications

February 27, 2014

	Yes	No
DOR Administrative Cost/Savings		X

Department of Revenue

Analysis of S.F. 1850 (Bakk) / H.F. 2426 (Dill) as proposed to be amended (SCS1850A-1)

#### Fund Impact

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

Effective the day following final enactment.

#### EXPLANATION OF THE BILL

Through a special taconite production tax distribution in 2013 only, the city of Cook received 1.5¢ per ton for street improvements, business park infrastructure, and a maintenance garage, and a separate 0.5¢ per ton for a water line project.

The bill would modify the distribution to the city of Cook by assigning the full 2.0¢ per ton for street improvements, business park infrastructure, and a maintenance garage.

As proposed to be amended, the bill would also correct the distribution amounts that should refer to cents per ton but were defined as only cents.

#### REVENUE ANALYSIS DETAIL

- The changes to the local distribution of taconite production taxes are assumed to have no impact on the state general fund.

Source: Minnesota Department of Revenue  
Property Tax Division - Research Unit  
[www.revenue.state.mn.us/research\\_stats/pages/revenue-analyses.aspx](http://www.revenue.state.mn.us/research_stats/pages/revenue-analyses.aspx)

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