

MINNESOTA • REVENUE

MINERALS TAX

Aggregate production tax rates county imposition permanency

February 28, 2014

	Yes	No
DOR Administrative Cost/Savings		X

Department of Revenue

Analysis of S.F. 1888 (Weber) / H.F. 2483 (Schomacker) as introduced

Under current law, a county imposing the aggregate materials production tax must impose the tax at a rate of either 21.5¢ per cubic yard or 15¢ per ton. An exception is provided to any county that borders two other states and that is not contiguous to a county that also imposes the aggregate materials production tax. In this case the tax may be imposed at a lower rate of either 10¢ per cubic yard or 7¢ per ton. This exception is set to expire on December 31, 2014.

The bill would make the exception permanent by eliminating the expiration date.

The bill would have no impact on any state funds. Rock County is the only county imposing the aggregate materials production tax that is eligible for the lower tax rates exception and the revenues from the tax would continue to go to the county.

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)

sf1888(hf2483)_pt_1/nrg