

MINNESOTA • REVENUE

March 04, 2014

PROPERTY TAX

Property Tax Policy Changes

**Property Taxes and Local Aids Only --
See Separate Analysis for State Taxes**

	Yes	No
DOR Administrative Cost/Savings		X

Department of Revenue

Analysis of H.F. 2277 (Lenczewski) / S.F. 1970 (Skoe) as introduced, Article 1

Fund Impact

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

Various effective dates.

EXPLANATION OF THE BILL

Article 1 of the bill would make modifications to certain property tax provisions.

- Section 1 changes the due date from June 15 to June 30 for final adjusted net tax capacities to be reported.
- Section 2 modifies the meeting requirements for townships and cities to review assessments and property classifications.
- Section 3 requires cities or townships that conduct local boards of appeal and equalization meetings to provide proof to the county assessor by February 15, 2015.

REVENUE ANALYSIS DETAIL

- There is assumed to be no impact to the state general fund from the proposed changes.

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)

hf2277(sf1970)_pt_1/nrg

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.