

MINNESOTA • REVENUE

PROPERTY TAX

Supplemental county program aid payments provided for 2014 only, and money appropriated

March 05, 2014

	Yes	No
DOR Administrative Cost/Savings		X

Department of Revenue

Analysis of H.F. 2697 (McNamar) / S.F. 2436 (Koenen) as introduced

Fund Impact

	FY2014	FY2015	FY2016	FY2017
	(000's)			
General Fund	\$0	(\$738)	\$0	\$0

Effective July 1, 2014

EXPLANATION OF THE BILL

The proposal would create one-time supplemental county program aid for 2014. Increased aid would be available to each county whose certified aid for 2014 is less than the aid it received in 2013. The eligible counties would receive supplemental aid in 2014 equal to the difference between the amount received in 2013 and the amount certified for 2014.

REVENUE ANALYSIS DETAIL

- Under the proposal, 11 counties would be eligible to receive the supplemental county program aid. The total one-time supplemental aid these counties would be eligible for is \$738,182 to be paid in FY 2015 from the state general fund.

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>	Increase Increased stability for county program aid from 2013-2014.
<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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