

MINNESOTA • REVENUE

MINERALS TAX

Aitkin taconite production taxes prior distribution modifications

March 28, 2014

	Yes	No
DOR Administrative Cost/Savings		X

Department of Revenue

Analysis of H.F. 3116 (Anzelc) / S.F. 2709 (Saxhaug) as introduced

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 2008 only, the city of Aitkin received 0.65¢ per ton for sewer and water for housing projects.

The bill would modify the distribution to the city Aitkin by broadening the specified use of funds to economic development projects in general.

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

hf3116(sf2709)_pt_1/nrg