MINNESOTA · REVENUE

PROPERTY TAX

Electric power generation facility efficiency eligibility requirements for sliding scale market value exclusion modifications

March 04, 2014

	Yes	No
DOR Administrative Cost/Savings		X

Department of Revenue
Analysis of S.F. 1849 (Saxhaug; Tomassoni; Schmit) / H.F. 2399 (Anzelc) as introduced

	Fund Impact			
	FY2014	**FY2015**	**FY2016**	**FY2017**
	(000's)			
General Fund	$0	(unknown)	(unknown)	(unknown)

Effective for taxes payable in 2014 and thereafter.

EXPLANATION OF THE BILL

The bill limits the sliding scale market value exclusion for an electric power generation facility eligible for taxes payable in 2014.

REVENUE ANALYSIS DETAIL

- Electric generating facilities not certified before March 31, 2013 would no longer be able to qualify for the exclusion. One or a few facilities would no longer qualify.
- Changes to the general state assessed property provisions may have an impact on the local tax base and tax rate in the future and may result in a small change in property tax refunds paid by the state.

PROPERTY TAX BENCHMARKS (Minn. Stat. § 270C.991)

Transparency, Understandability, Simplicity & Accountability	Neutral
Efficiency & Compliance	Neutral
Equity (Vertical & Horizontal)	Neutral
Stability & Predictability	Neutral
Competitiveness for Businesses	Neutral
Responsiveness to Economic Conditions	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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