

MINNESOTA • REVENUE

MINERALS TAX

Cook taconite production taxes prior distribution modifications

March 05, 2014

	Yes	No
DOR Administrative Cost/Savings		x

Department of Revenue

Analysis of H.F. 2426 (Dill) as proposed to be amended

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 2013 only, the city of Cook received 1.5¢ per ton for street improvements, business park infrastructure, and a maintenance garage, and a separate 0.5¢ per ton for a water line project.

The bill would modify the distribution to the city of Cook by assigning the full 2.0¢ per ton for street improvements, business park infrastructure, and a maintenance garage.

As proposed to be amended, the bill would also correct the distribution amounts that should refer to cents per ton but were defined as only cents.

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

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