

PUBLIC FINANCE

Multicounty housing and redevelopment authorities levy authority extension

February 27, 2019

	Yes	No
DOR Administrative Cost/Savings		X

Department of Revenue

Analysis of S.F. 0665 (Johnson) as proposed to be amended by SCS0665A-1

	Fund Impact			
	FY2020	FY2021	FY2022	FY2023
	(000's)			
General Fund	\$0	\$0	\$0	\$0

Effective beginning with taxes payable in 2019.

EXPLANATION OF THE BILL

Under current law, the Northwest Minnesota Multicounty Housing and Redevelopment Authority (HRA) is a special taxing district operating in Kittson, Polk, Marshall, Pennington, Red Lake, and Roseau counties. Levy amounts are limited to 0.0185 percent of the estimated market value within the district.

The HRA had authority to levy 25 percent of the total permitted levy amount without approval from the governing bodies. This authority expired for taxes payable in 2019. The bill would reestablish this authority through taxes payable 2024.

REVENUE ANALYSIS DETAIL

- It is assumed that there would be no state revenue impact from the proposal. It is assumed that increasing the special taxing district levy authority would result in an equal reduction in its governing bodies levy authority, so the net change in levy authority is zero.

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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