

PUBLIC FINANCE
Cromwell and Wright fire protection district established

March 12, 2019

	Yes	No
DOR Administrative Cost/Savings		X

Department of Revenue

Analysis of S.F. 1593 (Rarick) as proposed to be amended by SCS1593A-1

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

Effective the day following final enactment.

EXPLANATION OF THE BILL

The bill would allow the cities of Cromwell, Wright, and some nearby townships to create a fire protection district, pending a resolution from their city council or town board. The fire district would have no levy restrictions and would be allowed to incur debt.

REVENUE ANALYSIS DETAIL

Fire services in this area are currently paid through city or town levies. According to a local official in Cromwell, the creation of the fire district would shift property taxes away from city and town levies to the newly created fire district. The overall impact on taxpayers is assumed to not change.

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>	Neutral
<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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