

**PROPERTY TAX  
Tribal Nation Aid Program**

April 10, 2023

Department of Revenue  
Analysis of H.F. 3068 (Gomez) / S.F. 3117 (Kunesh) as introduced

	Yes	No
DOR Administrative Costs/Savings	X	

**Fund Impact**

	<u>F.Y. 2024</u>	<u>F.Y. 2025</u>	<u>F.Y. 2026</u>	<u>F.Y. 2027</u>
	(000's)			
General Fund	\$0	(\$50,000)	(\$50,000)	(\$50,000)

Effective beginning with aids payable 2024.

**EXPLANATION OF THE BILL**

The proposal would create an aid program for eleven federally recognized tribal nations. The aid program would have a \$50 million annual appropriation. Each tribe would receive \$909,090 and have the option to apply annually for up to \$5 million in emergency aid distributions. The remaining appropriation amount would be split proportionately based on each tribe's share of total enrolled members.

**REVENUE ANALYSIS DETAIL**

- The new aid program would increase annual state general fund costs by \$50 million for fiscal year 2025 and thereafter.
- There would be no property tax or income tax interactions as tribal governments do not levy property taxes.

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

<i>Transparency, Understandability, Simplicity &amp; Accountability</i>	Neutral
<i>Efficiency &amp; Compliance</i>	Neutral
<i>Equity (Vertical &amp; Horizontal)</i>	Neutral
<i>Stability &amp; 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  
<https://www.revenue.state.mn.us/revenue-analyses>

hf3068(sf3117) Tribal Aid\_pt\_1/css