

# 2017 OMNIBUS TAX BILL HF4 CONFERENCE AGREEMENT - SUMMARY

## ALL FUNDS

May 2, 2017 3:12 PM

\$\$\$ in thousands | BOLD indicates rows included in total  
 PROPERTY TAX REFUNDS, AIDS, & CREDITS: Positive change indicates expenditure increase  
 ALL OTHER: Negative change indicates revenue decrease

| ITEM  | GOVERNOR   |                  |                  | HOUSE      |                    |                    | SENATE      |                  |                    | CONFERENCE AGREEMENT |                    |                    |
|---|------------|------------------|------------------|------------|--------------------|--------------------|-------------|------------------|--------------------|----------------------|--------------------|--------------------|
|   | FY 2016-17 | FY 2018-19       | FY 2020-21       | FY 2016-17 | FY 2018-19         | FY 2020-21         | FY 2016-17  | FY 2018-19       | FY 2020-21         | FY 2016-17           | FY 2018-19         | FY 2020-21         |
| <b>GENERAL FUND FORECAST:</b>                           |            |                  |                  |            |                    |                    |             |                  |                    |                      |                    |                    |
| 1 TAX POLICY  | 40,426,878 | 43,898,994       | 47,593,372       | 40,426,878 | 43,898,994         | 47,593,372         | 40,426,878  | 43,898,994       | 47,593,372         | 40,426,878           | 43,898,994         | 47,593,372         |
| 2 PROPERTY TAX REFUNDS, AIDS, CREDITS, & APPROPRIATIONS | 3,337,918  | 3,451,877        | 3,527,210        | 3,337,918  | 3,451,877          | 3,527,210          | 3,337,918   | 3,451,877        | 3,527,210          | 3,337,918            | 3,451,877          | 3,527,210          |
| 4 <b>CONFERENCE BUDGET TARGET</b>                       |            |                  |                  |            |                    |                    |             |                  |                    | -                    | <b>(1,150,000)</b> |                    |
| <b>GENERAL FUND PROPOSED CHANGES:</b>                   |            |                  |                  |            |                    |                    |             |                  |                    |                      |                    |                    |
| 7 TAX POLICY  | -          | (78,673)         | (47,323)         | -          | (1,190,047)        | (1,527,228)        | -           | (823,590)        | (999,170)          | -                    | (1,038,094)        | (1,301,725)        |
| 8 PROPERTY TAX REFUNDS, AIDS, & CREDITS                 | -          | 113,118          | 231,185          | -          | 123,848            | 91,351             | -           | 80,150           | 114,854            | -                    | 90,380             | 150,590            |
| 9 <b>SUBTOTAL: GENERAL FUND IMPACT</b>                  | -          | <b>(191,791)</b> | <b>(278,508)</b> | -          | <b>(1,313,895)</b> | <b>(1,618,579)</b> | -           | <b>(903,740)</b> | <b>(1,114,024)</b> | -                    | <b>(1,128,474)</b> | <b>(1,452,315)</b> |
| 11 <b>CALCULATION: CONFERENCE BALANCE REMAINING</b>     |            |                  |                  |            |                    |                    |             |                  |                    | -                    | <b>(21,526)</b>    |                    |
| <b>GENERAL FUND STADIUM RESERVE PROPOSED CHANGES:</b>   |            |                  |                  |            |                    |                    |             |                  |                    |                      |                    |                    |
| 14 STADIUM RESERVE, CURRENT LAW                         | -          | 40,301           | 81,855           | -          | 40,301             | 81,855             | -           | 40,301           | 81,855             | -                    | 40,301             | 81,855             |
| 15 STADIUM RESERVE, HF 4-3E CHANGES                     | -          | -                | -                | -          | 36,341             | 73,638             | -           | -                | -                  | -                    | -                  | -                  |
| 16 <b>SUBTOTAL: STADIUM RESERVE, NET CHANGES</b>        | -          | -                | -                | -          | <b>(3,960)</b>     | <b>(8,217)</b>     | -           | -                | -                  | -                    | -                  | -                  |
| <b>NON-GENERAL FUND PROPOSED CHANGES:</b>               |            |                  |                  |            |                    |                    |             |                  |                    |                      |                    |                    |
| 19 LEGACY FUNDS   | -          | (895)            | (580)            | -          | -                  | (4,724)            | -           | (517)            | 361                | -                    | -                  | (4,203)            |
| 20 HIGHWAY USER TAX DISTRIBUTION FUND                   | -          | (310)            | (380)            | -          | (310)              | (380)              | -           | (340)            | (410)              | -                    | (340)              | (410)              |
| 21 STATE AIRPORTS FUND                                  | -          | -                | -                | -          | -                  | -                  | -           | (410)            | (430)              | -                    | (410)              | (430)              |
| 22 SPECIAL REVENUE FUND                                 | -          | -                | 16,500           | -          | 255                | 354                | -           | -                | -                  | -                    | 705                | 804                |
| 23 ENVIRONMENTAL FUND                                   | -          | 620              | 690              | -          | 1,164              | 1,332              | -           | -                | -                  | -                    | -                  | -                  |
| 24 TACONITE MUNICIPAL AID ACCOUNT (NET ACTIVITY)        | -          | -                | -                | -          | -                  | -                  | -           | -                | -                  | -                    | -                  | -                  |
| 25 TACONITE ECONOMIC DEVELOPMENT FUND                   | -          | -                | -                | -          | -                  | -                  | 8,400       | -                | -                  | 8,400                | -                  | -                  |
| 26 TACONITE ENVIRONMENTAL PROTECTION FUND               | -          | -                | -                | -          | (592)              | (736)              | (5,688)     | -                | -                  | (5,688)              | (592)              | (736)              |
| 27 DOUGLAS J. JOHNSON ECONOMIC FUND                     | -          | -                | -                | -          | (572)              | (596)              | (2,800)     | -                | -                  | (2,800)              | (572)              | (596)              |
| 28 IRON RANGE RESOURCES AND REHABILITATION BOARD        | -          | -                | -                | -          | -                  | -                  | (7,100)     | -                | -                  | (7,100)              | -                  | -                  |
| 29 MINNESOTA MINERALS 21 <sup>ST</sup> CENTURY FUND     | -          | -                | -                | -          | -                  | -                  | 7,100       | -                | -                  | 7,100                | -                  | -                  |
| 30 PILT TRUST FUND                                      | -          | -                | -                | -          | (2,804)            | (5,322)            | -           | -                | -                  | -                    | -                  | -                  |
| 31 HEALTHCARE ACCESS FUND                               | -          | -                | 987,000          | -          | (59)               | (236)              | -           | (5,100)          | (1,100)            | -                    | (59)               | (236)              |
| 32 OUTDOOR HERITAGE TRUST FUND                          | -          | -                | -                | -          | 2,200              | 4,400              | -           | -                | -                  | -                    | -                  | -                  |
| 33 ENVIRONMENT AND NATURAL RESOURCES TRUST FUND         | -          | -                | -                | -          | 700                | 1,400              | -           | -                | -                  | -                    | -                  | -                  |
| 34 <b>SUBTOTAL: NON-GENERAL FUND IMPACT</b>             | -          | <b>(585)</b>     | <b>1,003,230</b> | -          | <b>(18)</b>        | <b>(4,508)</b>     | <b>(88)</b> | <b>(6,367)</b>   | <b>(1,579)</b>     | <b>(88)</b>          | <b>(1,268)</b>     | <b>(5,807)</b>     |

# 2017 OMNIBUS TAX BILL HF4 CONFERENCE AGREEMENT - TAX POLICY

## GENERAL FUND CHANGES

\$\$\$ in thousands | BOLD indicates rows included in total | Negative change indicates revenue decrease

TAX POLICY:

| HF                             | SF        | ITEM  | EFFECTIVE    | A GOVERNOR |            | C HOUSE    |            | E SENATE   |            | G CONFERENCE AGREEMENT |           |            |           |           |            |
|--------------------------------|-----------|---|--------------|------------|------------|------------|------------|------------|------------|------------------------|-----------|------------|-----------|-----------|------------|
|                                |           |   |              | FY 2018-19 | FY 2020-21 | FY 2018-19 | FY 2020-21 | FY 2018-19 | FY 2020-21 | FY 2018                | FY 2019   | FY 2018-19 | FY 2020   | FY 2021   | FY 2020-21 |
| <b>TAX POLICY:</b>             |           |   |              |            |            |            |            |            |            |                        |           |            |           |           |            |
| <b>INDIVIDUAL INCOME TAXES</b> |           |   |              |            |            |            |            |            |            |                        |           |            |           |           |            |
| 1                              | 2015      | 1st Bracket Rate Reduction & 3rd Bracket Threshold Modification           | TY 2017      | -          | -          | -          | -          | (393,000)  | (402,400)  | -                      | -         | -          | -         | -         | -          |
| 3                              | 1945, 869 | Subtraction, Social Security  | TY 2017      | -          | -          | (269,100)  | (411,800)  | -          | -          | -                      | -         | -          | -         | -         | -          |
| 4                              | 1175      | Subtraction, Social Security  | TY 2017      | -          | -          | -          | -          | (74,900)   | (82,000)   | (117,900)              | (118,000) | (235,900)  | (143,000) | (143,000) | (286,000)  |
| 6                              | 615       | 540 Section 179 Expensing (Federal Conformity)                            | TY 2018      | -          | -          | -          | -          | (64,200)   | (70,700)   | (15,400)               | (48,800)  | (64,200)   | (39,900)  | (30,800)  | (70,700)   |
| 7                              | 1354      | Section 179 Carryover *   | TY 2017      | -          | -          | (7,000)    | (7,600)    | -          | -          | -                      | -         | -          | -         | -         | -          |
| 9                              | 1869      | 1634 Subtraction, Section 529 College Savings Plan                        | TY 2017      | -          | -          | (5,100)    | (5,300)    | -          | -          | (2,500)                | (2,600)   | (5,100)    | (2,600)   | (2,700)   | (5,300)    |
| 10                             | 1869      | 1634 Refundable Credit, Section 529 College Savings Plan                  | TY 2017      | -          | -          | (20,500)   | (21,900)   | -          | -          | -                      | -         | -          | -         | -         | -          |
| 11                             | 1869      | 1634 Nonrefundable Credit, Section 529 College Savings Plan               | TY 2017      | -          | -          | -          | -          | -          | -          | (7,500)                | (7,800)   | (15,300)   | (8,000)   | (8,300)   | (16,300)   |
| 13                             |           | 941 Non-Refundable Credit, Student Loan Payments (Max. Credit \$700)      | TY 2017      | -          | -          | -          | -          | (61,200)   | -          | -                      | -         | -          | -         | -         | -          |
| 14                             |           | Non-Refundable Credit, Student Loan Payments (Max. Credit \$500)          | TY 2017      | -          | -          | -          | -          | -          | -          | (31,320)               | (32,310)  | (63,630)   | (33,480)  | (34,560)  | (68,040)   |
| 15                             | 19        | Refundable Credit, Student Loans  | TY 2017      | -          | -          | (100,900)  | (108,000)  | -          | -          | -                      | -         | -          | -         | -         | -          |
| 16                             | 882       | Subtraction, Discharged Student Loan Debt *                               | TY 2017      | -          | -          | (140)      | (160)      | -          | -          | (90)                   | (50)      | (140)      | (30)      | (130)     | (160)      |
| 18                             | 387       | 256 Non-Refundable Credit, Equity and Opportunity Scholarships            | TY 2018      | -          | -          | (20,000)   | (20,000)   | (23,200)   | (46,400)   | -                      | (23,200)  | (23,200)   | (23,200)  | (23,200)  | (46,400)   |
| 20                             |           | 913 Modify Credit, R&D Rates Increase & ASC Option                        | TY 2017      | -          | -          | -          | -          | (7,200)    | (15,200)   | (45,100)               | (42,400)  | (87,500)   | (42,200)  | (42,200)  | (84,400)   |
| 21                             | 253       | 647 Modify R&D Credit, Refundable Up to \$100,000                         | TY 2017      | -          | -          | (10,100)   | (11,700)   | -          | -          | -                      | -         | -          | -         | -         | -          |
| 22                             | 253       | 647 Modify R&D Credit, 2nd Tier Rate to 4%                                | TY 2017      | -          | -          | (600)      | (600)      | -          | -          | -                      | -         | -          | -         | -         | -          |
| 23                             | 253       | 647 Modify R&D Credit, Allow Against AMT                                  | TY 2017      | -          | -          | (200)      | (200)      | -          | -          | -                      | -         | -          | -         | -         | -          |
| 25                             |           | 538 Reciprocity Agreement, MN-WI  | TY 2018      | -          | -          | -          | -          | (4,500)    | (6,000)    | -                      | -         | -          | -         | -         | -          |
| 26                             | 183-DE1   | Refundable Credit, Taxes Paid to Wisconsin                                | TY 2017      | -          | -          | (14,700)   | (13,100)   | -          | -          | -                      | -         | -          | -         | -         | -          |
| 27                             |           | Modified Refundable Credit, Taxes Paid to Wisconsin                       | TY 2017      | -          | -          | -          | -          | -          | -          | (8,600)                | (6,100)   | (14,700)   | (6,400)   | (6,700)   | (13,100)   |
| 28                             |           |   |              |            |            |            |            |            |            |                        |           |            |           |           |            |
| 29                             | 513       | 646 Modify Working Family Credit, American Indian On-Reservation Earnings | TY 2017      | -          | -          | -          | -          | (3,200)    | (3,400)    | (1,600)                | (1,600)   | (3,200)    | (1,700)   | (1,700)   | (3,400)    |
| 30                             | 893       | 726 Modify Working Family Credit  | TY 2017      | (93,000)   | (97,200)   | -          | -          | -          | -          | -                      | -         | -          | -         | -         | -          |
| 32                             | 1020      | 785 Non-Refundable Credit, Workforce Housing *                            | TY 2018 Only | -          | -          | -          | -          | (2,500)    | -          | -                      | -         | -          | -         | -         | -          |
| 33                             | 1249      | 1181 Credit, Low-Income Housing *   | TY 2017-2025 | -          | -          | (21,000)   | (49,000)   | -          | -          | -                      | -         | -          | -         | -         | -          |
| 34                             | 1234      | 888 Subtraction, 1st-Time Homebuyer Savings Account                       | TY 2017      | -          | -          | (1,500)    | (1,600)    | (1,500)    | (1,600)    | (700)                  | (800)     | (1,500)    | (800)     | (800)     | (1,600)    |

# 2017 OMNIBUS TAX BILL HF4 CONFERENCE AGREEMENT - TAX POLICY

## GENERAL FUND CHANGES

\$\$\$ in thousands | BOLD indicates rows included in total | Negative change indicates revenue decrease

TAX POLICY:

|    | HF   | SF   | ITEM  | EFFECTIVE | A                |                  | B                |                  | C                |                  | D                    |                  | E                |                  | F                |                  | G            |              | H            |              | I            |              | J            |              | K            |              | L            |              |  |
|----|------|------|---|-----------|------------------|------------------|------------------|------------------|------------------|------------------|----------------------|------------------|------------------|------------------|------------------|------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--|
|    |      |      |   |           | GOVERNOR         |                  | HOUSE            |                  | SENATE           |                  | CONFERENCE AGREEMENT |                  |                  |                  |                  |                  |              |              |              |              |              |              |              |              |              |              |              |              |  |
|    |      |      |   |           | FY 2018-19       | FY 2020-21       | FY 2018-19       | FY 2020-21       | FY 2018-19       | FY 2020-21       | FY 2018-19           | FY 2020-21       | FY 2018          | FY 2019          | FY 2018-19       | FY 2020          | FY 2021      | FY 2020-21   |              |              |              |              |              |              |              |              |              |              |  |
| 36 | 868  | 763  | Modify Greater MN Internship Credit   | TY 2017   | -                | -                | -                | -                | (800)            | (800)            | -                    | -                | -                | -                | -                | -                | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            |  |
| 37 | 1488 |      | Repeal Refundable Credit, Greater MN Internship                                 | TY 2018   | -                | -                | 10               | 20               | -                | -                | -                    | -                | -                | 10               | 10               | 10               | 10           | 10           | 20           |              |              |              |              |              |              |              |              |              |  |
| 39 | 574  | 524  | Non-Refundable Credit, Teacher Earning Master's Degree                          | TY 2017   | -                | -                | (40)             | (340)            | (40)             | (340)            | -                    | -                | -                | (40)             | (40)             | (160)            | (180)        | (340)        |              |              |              |              |              |              |              |              |              |              |  |
| 40 | 386  | 256  | Modify Credit, K12 Indexed for Inflation  | TY 2019   | -                | -                | -                | -                | -                | (600)            | -                    | -                | -                | -                | -                | -                | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            |              |  |
| 41 | 255  | 416  | Modify Subtraction, K-12 Education, Income Thresholds                           | TY 2017   | -                | -                | (6,200)          | (6,200)          | -                | -                | (3,100)              | (3,100)          | (6,200)          | (3,100)          | (3,100)          | (6,200)          | (3,100)      | (6,200)      |              |              |              |              |              |              |              |              |              |              |  |
| 42 |      |      | Interaction between subtraction and credit                                      |           | -                | -                | 5,200            | 5,200            | -                | -                | 2,600                | 2,600            | 5,200            | 2,600            | 2,600            | 5,200            | 2,600        | 5,200        |              |              |              |              |              |              |              |              |              |              |  |
| 43 | 255  | 416  | Modify Refundable Credit, Education, Income Thresholds/Credit Size              | TY2017    | -                | -                | (14,200)         | (14,700)         | -                | -                | (7,000)              | (7,000)          | (14,000)         | (7,200)          | (7,300)          | (14,500)         |              |              |              |              |              |              |              |              |              |              |              |              |  |
| 44 | 602  | 416  | Modify Refundable Credit, Education, PreK Expenses                              | TY2017    | -                | -                | (25,600)         | (26,200)         | -                | -                | (12,700)             | (12,700)         | (25,400)         | (12,900)         | (13,000)         | (25,900)         |              |              |              |              |              |              |              |              |              |              |              |              |  |
| 45 | 387  | 416  | Modify Refundable Credit, Education, Tuition Expenses                           | TY2017    | -                | -                | (25,000)         | (25,800)         | -                | -                | (12,400)             | (12,400)         | (24,800)         | (12,600)         | (12,800)         | (25,400)         |              |              |              |              |              |              |              |              |              |              |              |              |  |
| 47 | 1499 | 1803 | Modify Refundable Credit, Child & Dependent Care                                | TY2017    | -                | -                | (35,800)         | (44,100)         | -                | -                | (16,900)             | (18,900)         | (35,800)         | (21,000)         | (23,100)         | (44,100)         |              |              |              |              |              |              |              |              |              |              |              |              |  |
| 48 | 893  | 726  | Modify Refundable Credit, Child & Dependent Care                                | TY2017    | (58,300)         | (71,000)         | -                | -                | -                | -                | -                    | -                | -                | -                | -                | -                | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            |              |  |
| 50 | 622  | 458  | Modify Definition, Domicile Determination                                       | TY 2017   | -                | -                | Undetermined     | Undetermined     | Undetermined     | Undetermined     | Undetermined         | Undetermined     | Undetermined     | Undetermined     | Undetermined     | Undetermined     | Undetermined | Undetermined | Undetermined | Undetermined | Undetermined | Undetermined | Undetermined | Undetermined | Undetermined | Undetermined | Undetermined | Undetermined |  |
| 52 | 608  | 1414 | Credit, Beginning Farmer Assets   | TY 2017   | -                | -                | (9,000)          | (16,900)         | -                | -                | (2,600)              | (6,400)          | (9,000)          | (8,000)          | (8,900)          | (16,900)         |              |              |              |              |              |              |              |              |              |              |              |              |  |
| 53 | 608  | 1414 | Credit, Beginning Farmer Management   | TY 2017   | -                | -                | (500)            | (1,600)          | -                | -                | (100)                | (400)            | (500)            | (700)            | (900)            | (1,600)          |              |              |              |              |              |              |              |              |              |              |              |              |  |
| 55 | 735  | 29   | Clarify Refundable Credit, Still Born Children                                  | TY 2017   | -                | -                | Negligible       | Negligible       | -                | -                | Negligible           | Negligible       | Negligible       | Negligible       | Negligible       | Negligible       | Negligible   | Negligible   | Negligible   | Negligible   | Negligible   | Negligible   | Negligible   | Negligible   | Negligible   | Negligible   | Negligible   |              |  |
| 57 | 820  | 687  | Credit, Fitness Facility  | TY 2018   | -                | -                | (800)            | (1,600)          | -                | -                | -                    | -                | -                | -                | -                | -                | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            |              |  |
| 59 | 893  | 726  | Modify Refundable Credit, Past Military Service                                 | TY 2017   | (5,300)          | (5,900)          | -                | -                | -                | -                | -                    | -                | -                | -                | -                | -                | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            |              |  |
| 60 |      |      | Interaction: Past Military Service Credit with Pension Subtraction              |           | 2,700            | 3,000            | -                | -                | -                | -                | -                    | -                | -                | -                | -                | -                | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            |              |  |
| 62 | 893  | 726  | Modify Refundable Credit, Small Business (Angel), Allocation & Extension        | TY 2018   | (10,000)         | -                | -                | -                | -                | -                | -                    | (5,000)          | (5,000)          | -                | -                | -                | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            |              |  |
| 64 | 816  |      | One-Time Transfer, Federal Conformity Account Established                       | 7/1/2017  | -                | -                | (35,000)         | -                | -                | -                | -                    | -                | -                | -                | -                | -                | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            |              |  |
| 66 |      |      | Income Tax Interactions with Prop. Tax, Aids & Credits: See Appendix for Detail | Various   | 2,150            | 3,160            | 1,850            | 2,820            | 5,010            | 10,710           | -                    | 4,820            | 4,820            | 3,770            | 4,370            | 8,140            |              |              |              |              |              |              |              |              |              |              |              |              |  |
| 67 |      |      | <b>SUBTOTAL: INDIVIDUAL INCOME TAXES</b>  |           | <b>(161,750)</b> | <b>(167,940)</b> | <b>(615,920)</b> | <b>(780,360)</b> | <b>(631,230)</b> | <b>(618,730)</b> | <b>(282,910)</b>     | <b>(342,170)</b> | <b>(625,080)</b> | <b>(360,590)</b> | <b>(356,390)</b> | <b>(716,980)</b> |              |              |              |              |              |              |              |              |              |              |              |              |  |
|    |      |      | <b>CORPORATE FRANCHISE TAXES</b>  |           |                  |                  |                  |                  |                  |                  |                      |                  |                  |                  |                  |                  |              |              |              |              |              |              |              |              |              |              |              |              |  |
| 70 | 540  |      | Section 179 Expensing (Federal Conformity)                                      | TY 2018   | -                | -                | -                | -                | (24,300)         | (26,900)         | (5,800)              | (18,500)         | (24,300)         | (15,200)         | (11,700)         | (26,900)         |              |              |              |              |              |              |              |              |              |              |              |              |  |
| 71 | 386  | 256  | Non-Refundable Credit, Equity and Opportunity Scholarships                      | TY 2018   | -                | -                | (9,600)          | (8,200)          | (12,600)         | (19,400)         | (2,900)              | (9,700)          | (12,600)         | (9,700)          | (9,700)          | (19,400)         |              |              |              |              |              |              |              |              |              |              |              |              |  |
| 72 | 90   | 913  | Modify R&D Credit, Alternative Simplified Calculation                           | TY 2018   | -                | -                | -                | -                | (10,400)         | (17,800)         | -                    | -                | -                | -                | -                | -                | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            |              |  |
| 73 | 253  | 647  | Modify R&D Credit, Refundable Up to \$100,000                                   |           | -                | -                | (60,300)         | (55,800)         | -                | -                | -                    | -                | -                | -                | -                | -                | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            |              |  |
| 74 | 253  | 647  | Modify R&D Credit, 2nd Tier Rate to 4%  |           | -                | -                | (24,200)         | (23,900)         | -                | -                | -                    | -                | -                | -                | -                | -                | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            | -            |              |  |

# 2017 OMNIBUS TAX BILL HF4 CONFERENCE AGREEMENT - TAX POLICY

## GENERAL FUND CHANGES

\$\$\$ in thousands | BOLD indicates rows included in total | Negative change indicates revenue decrease

TAX POLICY:

| HF  | SF   | ITEM | EFFECTIVE  | A              |               | B             |                 | C               |                 | D                    |                | E               |                 | F               |                 | G               |         | H          |              | I       |            | J |   | K |   | L |   |
|-----|------|------|--|----------------|---------------|---------------|-----------------|-----------------|-----------------|----------------------|----------------|-----------------|-----------------|-----------------|-----------------|-----------------|---------|------------|--------------|---------|------------|---|---|---|---|---|---|
|     |      |      |  | GOVERNOR       |               | HOUSE         |                 | SENATE          |                 | CONFERENCE AGREEMENT |                |                 |                 |                 |                 |                 |         |            |              |         |            |   |   |   |   |   |   |
|     |      |      |  | FY 2018-19     | FY 2020-21    | FY 2018-19    | FY 2020-21      | FY 2018-19      | FY 2020-21      | FY 2018              | FY 2019        | FY 2018-19      | FY 2020         | FY 2021         | FY 2020-21      | FY 2018         | FY 2019 | FY 2018-19 | FY 2020      | FY 2021 | FY 2020-21 |   |   |   |   |   |   |
| 75  | 253  | 647  | Modify R&D Credit, Allow Against AMT   |                | -             | -             | (3,000)         | (2,600)         | -               | -                    | -              | -               | -               | -               | -               | -               | -       | -          | -            | -       | -          | - | - | - | - | - | - |
| 77  | 893  | 726  | Disallow Dividend Received Deduction   | 1/1/2017       | 66,000        | 57,400        | -               | -               | -               | -                    | -              | -               | -               | -               | -               | -               | -       | -          | -            | -       | -          | - | - | - | - | - | - |
| 78  | 893  | 726  | Definition of Financial Institution  | 1/1/2017       | 10,000        | 10,000        | -               | -               | -               | -                    | -              | -               | -               | -               | -               | -               | -       | -          | -            | -       | -          | - | - | - | - | - | - |
| 79  | 893  | 726  | Insurance Co. Utilized to Shelter Income   | 1/1/2017       | 4,000         | 4,000         | -               | -               | -               | -                    | -              | -               | -               | -               | -               | -               | -       | -          | -            | -       | -          | - | - | - | - | - | - |
| 80  | 893  | 726  | Accelerate Gain on Business  | 1/1/2017       | 3,300         | 7,700         | -               | -               | -               | -                    | -              | -               | -               | -               | -               | -               | -       | -          | -            | -       | -          | - | - | - | - | - | - |
| 81  | 893  | 726  | Mutual Fund Manager Income   | 1/1/2017       | 600           | 600           | -               | -               | -               | -                    | -              | -               | -               | -               | -               | -               | -       | -          | -            | -       | -          | - | - | - | - | - | - |
| 82  | 893  | 726  | Insurance Tax Fairness [see other tax]   | 1/1/2017       | -             | -             | -               | -               | -               | -                    | -              | -               | -               | -               | -               | -               | -       | -          | -            | -       | -          | - | - | - | - | - | - |
| 83  | 893  | 726  | Preventing Tax Evasion   | 1/1/2017       | 300           | 4,000         | -               | -               | -               | -                    | -              | -               | -               | -               | -               | -               | -       | -          | -            | -       | -          | - | - | - | - | - | - |
| 84  | 893  | 726  | Dividend Received Deduction  | 1/1/2017       | 200           | 200           | -               | -               | -               | -                    | -              | -               | -               | -               | -               | -               | -       | -          | -            | -       | -          | - | - | - | - | - | - |
| 85  | 893  | 726  | Base Year Percentage, R&D Tax Credits  | 1/1/2017       | (1,800)       | (1,800)       | -               | -               | -               | -                    | -              | -               | -               | -               | -               | -               | -       | -          | -            | -       | -          | - | - | - | - | - | - |
| 86  | 893  | 726  | Fiduciary - Automatic Filing Extension [see other taxes]                             | 1/1/2018       | -             | -             | -               | -               | -               | -                    | -              | -               | -               | -               | -               | -               | -       | -          | -            | -       | -          | - | - | - | - | - | - |
| 88  |      |      | Corporate Tax Interactions with Prop. Tax, Aids & Credits: See Appendix for Detail   |                | 750           | (250)         | 60              | 120             | -               | -                    | -              | -               | -               | -               | -               | -               | -       | -          | (Negligible) | -       | -          | - | - | - | - | - | - |
| 89  |      |      | <b>SUBTOTAL: CORPORATE FRANCHISE TAXES</b>   |                | <b>83,350</b> | <b>81,850</b> | <b>(97,040)</b> | <b>(90,380)</b> | <b>(47,300)</b> | <b>(64,100)</b>      | <b>(8,700)</b> | <b>(28,200)</b> | <b>(36,900)</b> | <b>(24,900)</b> | <b>(21,400)</b> | <b>(46,300)</b> |         |            |              |         |            |   |   |   |   |   |   |
|     |      |      | <b>SALES &amp; USE TAXES</b>   |                |               |               |                 |                 |                 |                      |                |                 |                 |                 |                 |                 |         |            |              |         |            |   |   |   |   |   |   |
| 92  | 299  | 460  | Exemption by Refund, Construction Materials, Local Gov't/Contractors                 | 7/1/2017       | -             | -             | (41,100)        | (41,600)        | -               | -                    | (20,000)       | (21,100)        | (41,100)        | (20,500)        | (21,100)        | (41,600)        |         |            |              |         |            |   |   |   |   |   |   |
| 93  | 2183 | 1884 | Exemption by Refund, Electronic Component Dist. Ctr. (Digi Key)                      | 7/1/2017       | -             | -             | (10,000)        | (10,000)        | (10,000)        | (10,000)             | (5,000)        | (5,000)         | (10,000)        | (4,700)         | (4,700)         | (9,400)         |         |            |              |         |            |   |   |   |   |   |   |
| 94  | 924  | 1439 | Exemption by Refund, City of Plymouth Construction Materials                         | Retro 1/1/2013 | -             | -             | (2,500)         | -               | (2,360)         | -                    | (1,750)        | (750)           | (2,500)         | -               | -               | -               |         |            |              |         |            |   |   |   |   |   |   |
| 95  | 1215 | 1036 | Exemption by Refund, City of Madelia, Construction *                                 | Various        | (170)         | -             | (180)           | -               | (170)           | -                    | (180)          | -               | (180)           | -               | -               | -               |         |            |              |         |            |   |   |   |   |   |   |
| 96  | 532  | 387  | Exemption by Refund, City of Melrose, Construction *                                 | Various        | -             | -             | (160)           | -               | (150)           | -                    | (105)          | (55)            | (160)           | -               | -               | -               |         |            |              |         |            |   |   |   |   |   |   |
| 97  | 504  | 630  | Exemption by Refund, Construction Materials, Retail Center Construction              | *See notes     | -             | -             | (70)            | -               | -               | -                    | (70)           | -               | (70)            | -               | -               | -               |         |            |              |         |            |   |   |   |   |   |   |
| 98  | 893  | 726  | Exemption by Refund, Construction Materials for Siding Prod. Facility                | *See notes     | (4,200)       | (1,400)       | -               | -               | -               | -                    | -              | -               | -               | -               | -               | -               |         |            |              |         |            |   |   |   |   |   |   |
| 99  | 1336 | 1259 | Exemption, Special Fuels Used for Off-Highway Business Use                           | 7/1/2017       | -             | -             | (5,500)         | (5,900)         | (5,200)         | (5,900)              | (2,540)        | (2,960)         | (5,500)         | (2,900)         | (3,000)         | (5,900)         |         |            |              |         |            |   |   |   |   |   |   |
| 100 | 1250 | 955  | Exemption, Telecommunication Equipment   | 7/1/2017       | -             | -             | (27,100)        | (29,400)        | -               | -                    | -              | -               | -               | -               | -               | -               |         |            |              |         |            |   |   |   |   |   |   |
| 101 |      | 1075 | Exemption, Sales from Vending Machines   | 7/1/2017       | -             | -             | -               | -               | (3,600)         | (4,000)              | (1,800)        | (2,010)         | (3,810)         | (2,000)         | (2,000)         | (4,000)         |         |            |              |         |            |   |   |   |   |   |   |
| 102 | 1592 | A8   | Exemption, St. Paul Soccer Stadium   | DFE            | -             | -             | (3,500)         | -               | (3,300)         | -                    | (1,000)        | 1,000           | -               | -               | -               | -               |         |            |              |         |            |   |   |   |   |   |   |
| 103 | 2328 | 900  | Modify Exemption, Super Bowl Admission, Events/Parking *                             | *See notes     | (920)         | -             | (970)           | -               | -               | -                    | (970)          | -               | (970)           | -               | -               | -               |         |            |              |         |            |   |   |   |   |   |   |
| 104 |      |      | Exemption, Modify Definition of Admissions, Suite Licenses and Stadium Builder Licen | *See notes     | -             | -             | -               | -               | -               | -                    | (3,280)        | (3,380)         | (6,660)         | (3,490)         | (3,600)         | (7,090)         |         |            |              |         |            |   |   |   |   |   |   |
| 105 | 301  | 113  | Exemption, MN State High School League (MSHSL)                                       | 7/1/2017       | (1,660)       | (1,740)       | (1,760)         | (1,740)         | (1,660)         | (1,740)              | (870)          | (890)           | (1,760)         | (860)           | (880)           | (1,740)         |         |            |              |         |            |   |   |   |   |   |   |
| 106 | 605  | 426  | Exemption, Non-Profit Fundraising Events   | 7/1/2017       | -             | -             | -               | -               | (1,100)         | (1,180)              | -              | -               | -               | -               | -               | -               |         |            |              |         |            |   |   |   |   |   |   |
| 107 | 215  | 100  | Exemption, Non-Profit Fundraising Events, Up to 10 days                              | 7/1/2017       | -             | -             | (400)           | (430)           | -               | -                    | (190)          | (210)           | (400)           | (210)           | (220)           | (430)           |         |            |              |         |            |   |   |   |   |   |   |
| 108 | 214  | 410  | Exemption, Precious Metal Bullion and Bullion Coin                                   | 7/1/2017       | -             | -             | -               | -               | (850)           | (950)                | -              | -               | -               | -               | -               | -               |         |            |              |         |            |   |   |   |   |   |   |
| 109 | 214  | 410  | Exemption, Precious Metal Bullion  | 7/1/2017       | -             | -             | -               | -               | (850)           | (950)                | (420)          | (480)           | (900)           | (470)           | (480)           | (950)           |         |            |              |         |            |   |   |   |   |   |   |
| 110 | 579  | 478  | Exemption, Sales of Digital Products from Jukeboxes                                  | 7/1/2017       | -             | -             | -               | -               | (470)           | (500)                | (233)          | (264)           | (497)           | (250)           | (250)           | (500)           |         |            |              |         |            |   |   |   |   |   |   |
| 111 | 1978 | 1636 | Exemption, Materials/Supply Purchases, Non Profit Ice Arena & Rinks                  | 7/1/2017       | -             | -             | (62)            | (60)            | -               | -                    | (30)           | (32)            | (62)            | (30)            | (30)            | (60)            |         |            |              |         |            |   |   |   |   |   |   |
| 112 | 306  | 181  | Modify Exemption, Instructional Materials  | 7/1/2017       | -             | -             | (730)           | (750)           | -               | -                    | -              | -               | -               | -               | -               | -               |         |            |              |         |            |   |   |   |   |   |   |
| 113 | 1360 | 1090 | Modify Exemption, Certain Herbicides   | 7/1/2017       | -             | -             | (260)           | (260)           | -               | -                    | -              | -               | -               | -               | -               | -               |         |            |              |         |            |   |   |   |   |   |   |

# 2017 OMNIBUS TAX BILL HF4 CONFERENCE AGREEMENT - TAX POLICY

## GENERAL FUND CHANGES

\$\$\$ in thousands | BOLD indicates rows included in total | Negative change indicates revenue decrease

TAX POLICY:

| HF  | SF        | ITEM   | EFFECTIVE      | A GOVERNOR      |                 | C HOUSE          |                  | E SENATE        |                  | G H I J K L CONFERENCE AGREEMENT |                 |                  |                  |                  |                  |
|-----|-----------|--|----------------|-----------------|-----------------|------------------|------------------|-----------------|------------------|----------------------------------|-----------------|------------------|------------------|------------------|------------------|
|     |           |  |                | FY 2018-19      | FY 2020-21      | FY 2018-19       | FY 2020-21       | FY 2018-19      | FY 2020-21       | FY 2018                          | FY 2019         | FY 2018-19       | FY 2020          | FY 2021          | FY 2020-21       |
| 114 | 1902 1795 | Modify Exemption, Non Profit Youth & Family Activity Facilities                  | 7/1/2017       | -               | -               | (180)            | (180)            | -               | -                | (85)                             | (95)            | (180)            | (90)             | (90)             | (180)            |
| 115 | 605 426   | Modify Exemption, City Celebrations  | 7/1/2017       | -               | -               | (1,105)          | (1,100)          | -               | -                | -                                | -               | -                | -                | -                | -                |
| 116 | 2252      | Dedication, Fireworks Transfer Out to Other Funds                                | 7/1/2017       | -               | -               | (255)            | (355)            | -               | -                | (85)                             | (170)           | (255)            | (175)            | (180)            | (355)            |
| 117 | 2143 1164 | Collection and Remittance Requirements for Marketplace Providers                 | * See notes    | -               | -               | -                | -                | 10,000          | 20,000           | -                                | -               | -                | PENDING          | PENDING          | PENDING          |
| 118 | 893 726   | Modify Exemption, Charities  |                | (12,500)        | (13,800)        | -                | -                | -               | -                | -                                | -               | -                | -                | -                | -                |
| 119 | 893 726   | Modifications to Reform Sales Tax Law:   |                | -               | -               | -                | -                | -               | -                | -                                | -               | -                | -                | -                | -                |
| 120 |           | (1) Modify Tax, Computer Installation Labor                                      |                | 4,200           | 6,500           | -                | -                | -               | -                | -                                | -               | -                | -                | -                | -                |
| 121 |           | (2) Modify Tax, Other Digital Products   |                | 990             | 1,350           | -                | -                | -               | -                | -                                | -               | -                | -                | -                | -                |
| 122 |           | (3) Modify Exemption, Burial Caskets   |                | (740)           | (860)           | -                | -                | -               | -                | -                                | -               | -                | -                | -                | -                |
| 123 |           | Interaction with Excise Tax on Vapor Products                                    |                | (340)           | (520)           | -                | -                | -               | -                | -                                | -               | -                | -                | -                | -                |
| 124 |           | Interaction: Exemption by Refund, City of Plymouth/Local Gov'ts (297A.71)        |                | -               | -               | 1,070            | -                | -               | -                | 750                              | 320             | 1,070            | -                | -                | -                |
| 125 |           | Interaction: Exemption by Refund, Soccer Stadium/Local Gov't Exemption (297A.71) |                | -               | -               | 600              | -                | -               | -                | -                                | -               | -                | -                | -                | -                |
| 126 |           | Interaction: Repeal Excise Tax Indexing, Cigarettes, In Lieu Sales Tax (HF 906)  |                | -               | -               | (50)             | 390              | -               | -                | (70)                             | 20              | (50)             | 90               | 300              | 390              |
| 127 |           | Interaction: Repeal Excise Tax Indexing, Tobacco Products (HF 906)               |                | -               | -               | (70)             | (270)            | -               | -                | (10)                             | (60)            | (70)             | (100)            | (150)            | (250)            |
| 128 |           | Interaction: Moist Snuff (HF2314)  |                | -               | -               | 155              | 170              | -               | -                | -                                | -               | -                | -                | -                | -                |
| 129 |           | Interaction: Premium Cigars (HF 123)   |                | -               | -               | (340)            | (340)            | -               | -                | -                                | -               | -                | -                | -                | -                |
| 130 |           | <b>SUBTOTAL: SALES &amp; USE TAXES</b>   |                | <b>(15,340)</b> | <b>(10,470)</b> | <b>(94,467)</b>  | <b>(91,825)</b>  | <b>(19,710)</b> | <b>(5,220)</b>   | <b>(37,938)</b>                  | <b>(36,116)</b> | <b>(74,054)</b>  | <b>(35,685)</b>  | <b>(36,380)</b>  | <b>(72,065)</b>  |
|     |           | <b>ESTATE TAXES</b>  |                |                 |                 |                  |                  |                 |                  |                                  |                 |                  |                  |                  |                  |
| 133 | 354       | Federal Conformity, Phased-In, Full Conformity in FY25                           | 1/1/2018       | -               | -               | -                | -                | (29,600)        | (116,200)        | -                                | -               | -                | -                | -                | -                |
| 134 | 19        | Modify Exclusion, Increase to Federal Exclusion Amount (indexed)                 | * See Note     | -               | -               | (161,700)        | (195,000)        | -               | -                | (70,600)                         | (91,100)        | (161,700)        | (94,400)         | (100,600)        | (195,000)        |
| 135 | 893 726   | Estate Tax Recapture Related to Eminent Domain                                   | Retro 7/1/2011 | (100)           | (100)           | -                | -                | (100)           | (100)            | -                                | -               | -                | -                | -                | -                |
| 136 | 893 726   | Modify Recapture Tax, Eminent Domain   | Retro 7/1/2011 | -               | -               | (10)             | -                | -               | -                | (10)                             | -               | (10)             | -                | -                | -                |
| 137 |           | <b>SUBTOTAL: ESTATE TAXES</b>  |                | <b>(100)</b>    | <b>(100)</b>    | <b>(161,710)</b> | <b>(195,000)</b> | <b>(29,700)</b> | <b>(116,300)</b> | <b>(70,610)</b>                  | <b>(91,100)</b> | <b>(161,710)</b> | <b>(94,400)</b>  | <b>(100,600)</b> | <b>(195,000)</b> |
|     |           | <b>STATEWIDE PROPERTY TAXES</b>  |                |                 |                 |                  |                  |                 |                  |                                  |                 |                  |                  |                  |                  |
| 140 |           | Exempt first \$100,000 Commercial/Industrial (C/I) value                         | Payable 18     | -               | -               | -                | -                | (85,280)        | (110,040)        | -                                | -               | -                | -                | -                | -                |
| 141 | 461       | Levy Freeze (2018 level)   | Payable 18     | -               | -               | -                | -                | (10,190)        | (84,590)         | -                                | -               | -                | -                | -                | -                |
| 142 |           | Exempt first \$150,000, Commercial/Industrial (C/I) value                        | Payable 18     | -               | -               | -                | -                | -               | -                | (41,090)                         | (84,890)        | (125,980)        | (105,210)        | (128,780)        | (233,990)        |
| 143 | 211, 484  | Exempt first \$200,000, Commercial/Industrial (C/I) value                        | Payable 18     | -               | -               | (164,870)        | (212,740)        | -               | -                | -                                | -               | -                | -                | -                | -                |
| 144 | 211, 484  | Levy Freeze, Seasonal Recreational and C/I Property at 2017 Level                | Payable 18     | -               | -               | (43,130)         | (127,100)        | -               | -                | -                                | -               | -                | -                | -                | -                |
| 145 |           | Interaction: State General Levy  |                | -               | -               | 3,830            | 9,420            | -               | -                | -                                | -               | -                | -                | -                | -                |
| 146 | 647       | Exemption: Tribal-Owned Duluth Clinic  | Payable 17     | -               | -               | -                | -                | (10)            | -                | -                                | -               | -                | -                | -                | -                |
| 147 | 166       | Refund, Fiscal Disparities   |                | -               | -               | (1,080)          | (1,400)          | -               | -                | -                                | (700)           | (700)            | (700)            | (700)            | (1,400)          |
| 148 |           | Refund, Mille Lacs   |                | -               | -               | (440)            | -                | -               | -                | -                                | -               | -                | -                | -                | -                |
| 149 |           | Credit, Over-valued Property, One-Year Look Back                                 |                | -               | -               | (80)             | (100)            | -               | -                | -                                | -               | -                | -                | -                | -                |
| 150 | 893 726   | Modify Railroad Property Taxes   |                | 11,870          | 44,440          | -                | -                | -               | -                | -                                | -               | -                | -                | -                | -                |
| 151 |           | <b>SUBTOTAL: STATEWIDE PROPERTY TAXES</b>  |                | <b>11,870</b>   | <b>44,440</b>   | <b>(205,770)</b> | <b>(331,920)</b> | <b>(95,480)</b> | <b>(194,630)</b> | <b>(41,090)</b>                  | <b>(85,590)</b> | <b>(126,680)</b> | <b>(105,910)</b> | <b>(129,480)</b> | <b>(235,390)</b> |
|     |           | <b>ALCOHOLIC BEVERAGES TAXES</b>   |                |                 |                 |                  |                  |                 |                  |                                  |                 |                  |                  |                  |                  |

# 2017 OMNIBUS TAX BILL HF4 CONFERENCE AGREEMENT - TAX POLICY

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| HF  | SF   | ITEM | EFFECTIVE  | A          |                 | B               |                    | C                  |                  | D                    |                  | E                |                    | F                |                  | G                  |                 | H          |         | I       |            | J       |         | K          |         | L       |            |
|-----|------|------|--|------------|-----------------|-----------------|--------------------|--------------------|------------------|----------------------|------------------|------------------|--------------------|------------------|------------------|--------------------|-----------------|------------|---------|---------|------------|---------|---------|------------|---------|---------|------------|
|     |      |      |  | GOVERNOR   |                 | HOUSE           |                    | SENATE             |                  | CONFERENCE AGREEMENT |                  |                  |                    |                  |                  |                    |                 |            |         |         |            |         |         |            |         |         |            |
|     |      |      |  | FY 2018-19 | FY 2020-21      | FY 2018-19      | FY 2020-21         | FY 2018-19         | FY 2020-21       | FY 2018              | FY 2019          | FY 2018-19       | FY 2020            | FY 2021          | FY 2020-21       | FY 2018            | FY 2019         | FY 2018-19 | FY 2020 | FY 2021 | FY 2020-21 | FY 2018 | FY 2019 | FY 2018-19 | FY 2020 | FY 2021 | FY 2020-21 |
| 154 | 1124 | 866  | Credit, Excise Tax on Wine and Cider, Small Wineries                         | 7/1/2017   | -               | -               | -                  | -                  | -                | (170)                | (190)            | (80)             | (90)               | (170)            | (90)             | (100)              | (190)           |            |         |         |            |         |         |            |         |         |            |
| 155 |      |      | <b>SUBTOTAL: ALCOHOLIC BEVERAGES TAXES</b>                                   |            | -               | -               | -                  | -                  | -                | <b>(170)</b>         | <b>(190)</b>     | <b>(80)</b>      | <b>(90)</b>        | <b>(170)</b>     | <b>(90)</b>      | <b>(100)</b>       | <b>(190)</b>    |            |         |         |            |         |         |            |         |         |            |
|     |      |      | <b>CIGARETTE/TOBACCO TAXES</b>   |            |                 |                 |                    |                    |                  |                      |                  |                  |                    |                  |                  |                    |                 |            |         |         |            |         |         |            |         |         |            |
| 158 | 906  | 1051 | Cigarette Tax Rate, Repeal Indexing  | 7/1/2017   | -               | -               | (9,000)            | (30,700)           | -                | -                    | -                | (1,800)          | (7,200)            | (9,000)          | (12,700)         | (18,000)           | (30,700)        |            |         |         |            |         |         |            |         |         |            |
| 159 | 906  | 1051 | Moist Snuff Tax Rate, Repeal Indexing  | 7/1/2017   | -               | -               | (1,500)            | (5,400)            | -                | -                    | -                | (300)            | (1,200)            | (1,500)          | (2,100)          | (3,000)            | (5,100)         |            |         |         |            |         |         |            |         |         |            |
| 160 | 123  | 849  | Modify Tax Rate, Premium Cigars  | 7/1/2017   | -               | -               | (3,300)            | (3,600)            | -                | -                    | -                | -                | -                  | -                | -                | -                  | -               |            |         |         |            |         |         |            |         |         |            |
| 161 | 2314 |      | Modify Tax Rate Application, Moist Snuff Containers                          | 7/1/2017   | -               | -               | 1,700              | 2,000              | -                | -                    | -                | -                | -                  | -                | -                | -                  | -               |            |         |         |            |         |         |            |         |         |            |
| 162 | 893  | 726  | Various Modifications to Tobacco Products Taxation                           |            | 2,530           | 3,900           | -                  | -                  | -                | -                    | -                | -                | -                  | -                | -                | -                  | -               |            |         |         |            |         |         |            |         |         |            |
| 163 |      |      | <b>SUBTOTAL: CIGARETTE/TOBACCO TAXES</b>                                     |            | <b>2,530</b>    | <b>3,900</b>    | <b>(12,100)</b>    | <b>(37,700)</b>    | -                | -                    | -                | <b>(2,100)</b>   | <b>(8,400)</b>     | <b>(10,500)</b>  | <b>(14,800)</b>  | <b>(21,000)</b>    | <b>(35,800)</b> |            |         |         |            |         |         |            |         |         |            |
|     |      |      | <b>LAWFUL GAMBLING TAXES</b>   |            |                 |                 |                    |                    |                  |                      |                  |                  |                    |                  |                  |                    |                 |            |         |         |            |         |         |            |         |         |            |
| 166 | 226  | 419  | Subtraction, Lawful Purpose Contributions, Combined Net Receipts             | 7/1/2017   | -               | -               | (4,000)            | (4,300)            | -                | -                    | -                | -                | -                  | -                | -                | -                  | -               |            |         |         |            |         |         |            |         |         |            |
| 167 |      |      | Interaction: Subtraction/Stadium Reserve (Net Problem Gambling Dedication) * |            | -               | -               | 3,960              | 4,257              | -                | -                    | -                | -                | -                  | -                | -                | -                  | -               |            |         |         |            |         |         |            |         |         |            |
| 168 |      |      | <b>SUBTOTAL: LAWFUL GAMBLING TAXES</b>                                       |            | -               | -               | <b>(40)</b>        | <b>(43)</b>        | -                | -                    | -                | -                | -                  | -                | -                | -                  | -               |            |         |         |            |         |         |            |         |         |            |
|     |      |      | <b>OTHER TAX &amp; NON TAX REVENUES</b>                                      |            |                 |                 |                    |                    |                  |                      |                  |                  |                    |                  |                  |                    |                 |            |         |         |            |         |         |            |         |         |            |
| 171 | 671  | 498  | Various Tax Reductions, Border City Enterprise Zones (one-time)              | 7/1/2017   | -               | -               | (3,000)            | -                  | -                | -                    | -                | (3,000)          | -                  | (3,000)          | -                | -                  | -               |            |         |         |            |         |         |            |         |         |            |
| 172 | 893  | 726  | Modify Insurance Taxes   | 1/1/2018   | 600             | 800             | -                  | -                  | -                | -                    | -                | -                | -                  | -                | -                | -                  | -               |            |         |         |            |         |         |            |         |         |            |
| 173 |      |      | Modify Tax Rate, Solid Waste Taxes   | DFE        | 270             | 300             | -                  | -                  | -                | -                    | -                | -                | -                  | -                | -                | -                  | -               |            |         |         |            |         |         |            |         |         |            |
| 174 |      |      | Modification to Taxpayer Filing Dates, Fiduciary Tax                         | 7/1/2017   | (288)           | (288)           | -                  | -                  | -                | -                    | -                | -                | -                  | -                | -                | -                  | -               |            |         |         |            |         |         |            |         |         |            |
| 175 |      |      | Modify License Fee Rates, Cig/Tobacco Distributors/Subjobbers                |            | 161             | 161             | -                  | -                  | -                | -                    | -                | -                | -                  | -                | -                | -                  | -               |            |         |         |            |         |         |            |         |         |            |
| 176 |      |      | New Penalty, Cig/Tobacco Distributors/Subjobbers                             |            | 24              | 24              | -                  | -                  | -                | -                    | -                | -                | -                  | -                | -                | -                  | -               |            |         |         |            |         |         |            |         |         |            |
| 177 |      |      | <b>SUBTOTAL: OTHER TAX &amp; NON TAX REVENUE</b>                             |            | <b>767</b>      | <b>997</b>      | <b>(3,000)</b>     | -                  | -                | -                    | -                | <b>(3,000)</b>   | -                  | <b>(3,000)</b>   | -                | -                  | -               |            |         |         |            |         |         |            |         |         |            |
| 179 |      |      | <b>TOTAL: REVENUE CHANGES</b>  |            | <b>(78,673)</b> | <b>(47,323)</b> | <b>(1,190,047)</b> | <b>(1,527,228)</b> | <b>(823,590)</b> | <b>(999,170)</b>     | <b>(446,428)</b> | <b>(591,666)</b> | <b>(1,038,094)</b> | <b>(636,375)</b> | <b>(665,350)</b> | <b>(1,301,725)</b> |                 |            |         |         |            |         |         |            |         |         |            |

### GOVERNOR FISCAL NOTES

(1) Sales Tax - the exemption by refund for construction materials for a siding production facility is effective for sales and purchases made after 6/30/2017 and before 7/1/2020.

### HOUSE FISCAL NOTES

- (1) Income Tax, HF 1249: The housing tax credit applies to income, corporate and insurance taxes but the total revenue impact is only reflected within the income tax section of the spreadsheet.
- (2) Income Tax, HF 1354: The section 179 expensing carryforward applies to income and corporate taxes but the total revenue impact is only reflected within the income tax section of the spreadsheet.
- (3) Income Tax, HF 882: The full fiscal impact of this provision is not fully realized in the forecasted budget window but the official revenue analysis states that the impact could be significant.
- (4) Sales Tax, HF 1215: Exemption for construction materials, City of Madelia, is retroactively effective for sales and purchases made after 12/31/2015 and before 7/1/2018.
- (5) Sales Tax, HF 532: Exemption for construction materials, City of Melrose, is retroactively effective for sales and purchases made after 9/30/2016 and before 1/1/2019. Purchase between 9/30/16 to 3/31/2017 are refunded. Purchases after 3/31/17 are to be exempt at time of purchase.
- (6) Sales Tax, HF 2328: Exemption for Super Bowl is retroactively effective for sales and purchases made after 6/30/2016 and before 3/1/2018.
- (7) Sales Tax, HF 2143: The official revenue analysis for this bill is scored as unknown but details in the analysis suggest that it could be scored as a revenue gain between \$10 to \$20 million.
- (8) Sales Tax, HF 504: Exemption for construction materials is retroactively effective for sales and purchases made after 1/1/2013 and before 1/1/2017
- (9) Estate Tax, HF 19 and HF 893: The Exclusion modification is effective for estates of decedents dying after 12/31/16 and eminent domain is effective for estates of decedents dying after 6/30/11 and before 1/1/2017.

# 2017 OMNIBUS TAX BILL HF4 CONFERENCE AGREEMENT - TAX POLICY

## GENERAL FUND CHANGES

\$\$\$ in thousands | BOLD indicates rows included in total | Negative change indicates revenue decrease

TAX POLICY:

|           |           |             | <i>A</i>         |  | <i>B</i>          |                   | <i>C</i>          |                   | <i>D</i>          |                   | <i>E</i>       |                | <i>F</i>          |                | <i>G</i>                    |                   |  |  |  |  | <i>H</i> |  |  |  |  |  | <i>I</i> |  |  |  |  |  | <i>J</i> |  |  |  |  |  | <i>K</i> |  |  |  |  |  | <i>L</i> |  |  |  |  |  |
|-----------|-----------|-------------|------------------|--|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|----------------|----------------|-------------------|----------------|-----------------------------|-------------------|--|--|--|--|----------|--|--|--|--|--|----------|--|--|--|--|--|----------|--|--|--|--|--|----------|--|--|--|--|--|----------|--|--|--|--|--|
|           |           |             | <b>GOVERNOR</b>  |  |                   |                   | <b>HOUSE</b>      |                   |                   |                   | <b>SENATE</b>  |                |                   |                | <b>CONFERENCE AGREEMENT</b> |                   |  |  |  |  |          |  |  |  |  |  |          |  |  |  |  |  |          |  |  |  |  |  |          |  |  |  |  |  |          |  |  |  |  |  |
| <b>HF</b> | <b>SF</b> | <b>ITEM</b> | <b>EFFECTIVE</b> |  | <b>FY 2018-19</b> | <b>FY 2020-21</b> | <b>FY 2018-19</b> | <b>FY 2020-21</b> | <b>FY 2018-19</b> | <b>FY 2020-21</b> | <b>FY 2018</b> | <b>FY 2019</b> | <b>FY 2018-19</b> | <b>FY 2020</b> | <b>FY 2021</b>              | <b>FY 2020-21</b> |  |  |  |  |          |  |  |  |  |  |          |  |  |  |  |  |          |  |  |  |  |  |          |  |  |  |  |  |          |  |  |  |  |  |

(10) Lawful Gambling Tax, HF 226: The revenue reduction for this proposal will reduce the stadium reserve by \$8.217 million and reduce the appropriation for problem gambling (DHS) by \$83,000 over the forecast window.

### SENATE FISCAL NOTES

- (1) The housing tax credit applies to income, corporate and insurance taxes but the total revenue impact is only reflected within the income tax section of the spreadsheet.
- (2) The estate tax proposal reduces revenue beyond the planning period by an increasing amount until full conformity is reached for FY2025. The estimated annual revenue reduction is \$114.9 million.

### CONFERENCE AGREEMENT NOTES

- (1) SALES TAX: Exemption for construction materials, City of Madelia, is retroactively effective for sales and purchases made after 12/31/2015 and before 7/1/2018.
- (2) SALES TAX: Exemption for construction materials, City of Melrose, is retroactively effective for sales and purchases made after 9/30/2016 and before 1/1/2019. Purchase between 9/30/16 to 3/31/2017 are refunded. Purchases after 3/31/17 are to be exempt at time of purchase.
- (3) SALES TAX: Exemption for Super Bowl is retroactively effective for sales and purchases made after 6/30/2016 and before 3/1/2018.
- (4) SALES TAX: The official revenue analysis for this bill is scored as unknown but details in the analysis suggest that it could be scored as a revenue gain between \$10 to \$20 million.
- (5) SALES TAX: Exemption for construction materials is retroactively effective for sales and purchases made after 1/1/2013 and before 1/1/2017
- (6) ESTATE TAX: The Exclusion modification is effective for estates of decedents dying after 12/31/16 and eminent domain is effective for estates of decedents dying after 6/30/11 and before 1/1/2017.

### OTHER NOTES

DFE denotes "day following enactment"

# 2017 OMNIBUS TAX BILL HF4 CONFERENCE AGREEMENT - PROPERTY TAX REFUNDS, AIDS, & CREDITS

## GENERAL FUND

\$\$\$ in thousands | BOLD indicates rows included in total | Positive change indicates expenditure increase

|           | HF   | AUTH.      | SF   | AUTH.       | ITEM  | EFFECTIVE  | GOVERNOR |          | HOUSE        |            | SENATE       |            | CONFERENCE AGREEMENT |              |              |              |              |            |            |            |            |
|-----------|------|------------|------|-------------|---|------------|----------|----------|--------------|------------|--------------|------------|----------------------|--------------|--------------|--------------|--------------|------------|------------|------------|------------|
|           |      |            |      |             |   |            | FY 18-19 | FY 20-21 | FY 2018-19   | FY 2020-21 | FY 2018-19   | FY 2020-21 | FY 2018              | FY 2019      | FY 2018-19   | FY 2020      | FY 2021      | FY 2020-21 |            |            |            |
|           |      |            |      |             | <b>PROPERTY TAX REFUNDS:</b>  |            |          |          |              |            |              |            |                      |              |              |              |              |            |            |            |            |
| <b>1</b>  |      | Gov        |      |             | Modernize Railroad Property Tax   |            | -        | (5,760)  | -            | -          | -            | -          | -                    | -            | -            | -            | -            | -          | -          | -          | -          |
| <b>2</b>  |      | Gov        |      |             | Home Office deduction calculation                                       |            | (870)    | (1,060)  | -            | -          | -            | -          | -                    | -            | -            | -            | -            | -          | -          | -          | -          |
| <b>3</b>  |      | Gov        |      |             | Buffer Compensation payments  |            | 3,800    | 7,600    | -            | -          | -            | -          | -                    | -            | -            | -            | -            | -          | -          | -          | -          |
| <b>5</b>  |      | Gov        |      |             | SFIA Update (OLA rpt + easemt lang)                                     |            | 4,200    | 9,000    | -            | -          | -            | -          | -                    | -            | -            | -            | -            | -          | -          | -          | -          |
| <b>6</b>  |      |            | A18  | Bakk        | SFIA Paved Trails   | Payable 17 | -        | -        | -            | -          | -            | Negligible | -                    | -            | -            | -            | -            | -          | -          | -          | -          |
| <b>8</b>  | 661  | Anderson   |      |             | HOUSE Change: Mfg home park co-ops ground lease pymts eligible for HCSR |            | -        | -        | 180          | 360        | -            | -          | -                    | -            | -            | -            | -            | -          | -          | -          | -          |
| <b>9</b>  |      |            |      |             | HOUSE Change: Supplemental HCSR PTR pymt (FY 19 only)                   |            | -        | -        | 58,000       | -          | -            | -          | -                    | -            | -            | -            | -            | -          | -          | -          | -          |
| <b>10</b> | 2186 | Drazkowski |      |             | HOUSE Change: Supplemental Renter PTR pymt (FY 19 only)                 |            | -        | -        | 42,000       | -          | -            | -          | -                    | -            | -            | -            | -            | -          | -          | -          | -          |
| <b>11</b> | 2186 | Drazkowski |      |             | HOUSE Change: Renter PTR Determin of rent constituting property tax     |            | -        | -        | (40,200)     | (82,200)   | -            | -          | -                    | -            | -            | -            | -            | -          | -          | -          | -          |
| <b>13</b> | 2072 | Drazkowski |      |             | HOUSE Change: Repeal Political Contribution Refund                      |            | -        | -        | (9,000)      | (10,000)   | -            | -          | -                    | -            | -            | -            | -            | -          | -          | -          | -          |
| <b>14</b> |      |            | A4   | Bakk        | Cities/Counties Historical Society Use of Levy Proceeds                 | Payable 18 | -        | -        | -            | -          | 10           | 20         | -                    | -            | -            | -            | -            | -          | -          | -          | -          |
| <b>16</b> |      |            |      |             | <b>PROPERTY TAX INTERACTIONS:</b>                                       | 7/1/2017   | -        | -        | -            | -          | -            | -          | -                    | -            | -            | -            | -            | -          | -          | -          | -          |
| <b>17</b> |      | GOV        |      |             | Interaction: LGA increase   |            | (500)    | (1,000)  | -            | -          | -            | -          | -                    | -            | -            | -            | -            | -          | -          | -          | -          |
| <b>18</b> |      | GOV        |      |             | Interaction: CPA increase   |            | (250)    | (500)    | -            | -          | -            | -          | -                    | -            | -            | -            | -            | -          | -          | -          | -          |
| <b>19</b> | 4    | Davids     |      | Eichorn     | Interaction: Indian Child Welfare Act (ICWA) Aid to Counties            | Payable 18 | (240)    | (480)    | (240)        | (480)      | (40)         | (80)       | -                    | (40)         | (40)         | (40)         | (40)         | (40)       | (40)       | (80)       | (80)       |
| <b>21</b> |      |            | 1240 | Eichorn     | Interaction: School Building Bond Agricultural Credit @ 40%             | Payable 18 | -        | 670      | -            | -          | -            | 670        | -                    | -            | -            | 220          | 450          | 670        | -          | -          | -          |
| <b>22</b> | 603  | Drazkowski |      |             | Interaction: School Building Bond Agricultural Credit @ 50%             |            | -        | -        | -            | 750        | -            | -          | -                    | -            | -            | -            | -            | -          | -          | -          | -          |
| <b>23</b> |      |            |      | Nelson      | Interaction: School Debt Service Equalization Aid                       | Payable 18 | (1,060)  | 420      | -            | -          | (790)        | -          | -                    | (1,580)      | (1,580)      | -            | -            | -          | -          | -          | -          |
| <b>24</b> |      |            |      | Nelson      | Interaction: School Referendum Equalization Aid                         | Payable 18 | -        | -        | -            | -          | (2,360)      | (4,400)    | -                    | -            | -            | -            | -            | -          | -          | -          | -          |
| <b>25</b> | 786  | Davids     |      |             | Interaction: Maximum Effort Loan  |            | -        | -        | (80)         | (160)      | -            | -          | -                    | (80)         | (80)         | (80)         | (80)         | (80)       | (80)       | (160)      | (160)      |
| <b>27</b> |      |            | A8   | Senjem      | Interaction: St. Paul Soccer Stadium                                    | DFE        | -        | 110      | -            | 110        | -            | 110        | -                    | -            | -            | -            | -            | 110        | 110        | -          | -          |
| <b>28</b> |      |            | 820  | Chamberlain | Interaction: Manufactured Home Parks Class Rate Modify                  | Payable 18 | -        | -        | -            | -          | 50           | 170        | -                    | 50           | 50           | 70           | 100          | 170        | -          | -          | -          |
| <b>29</b> |      |            | 647  | Lourey      | Interaction: Tribal-Owned Duluth Clinic                                 | Payable 17 | -        | -        | -            | -          | 20           | 40         | -                    | 20           | 20           | 20           | 20           | 40         | -          | -          | -          |
| <b>31</b> | 1711 | Loonan     | 1368 | Pratt       | Interaction: Agr rate Local Conservation Prgm Classification            | Payable 19 | -        | -        | -            | Negligible | -            | Negligible | -                    | -            | -            | Negligible   | Negligible   | Negligible | Negligible | Negligible | Negligible |
| <b>32</b> | 1489 | West       | 1017 | Mathews     | Interaction: Manufactured Homes Assessmt Imprvmt val incrs              | 7/1/2017   | -        | -        | -            | Negligible | -            | Negligible | -                    | -            | -            | Negligible   | Negligible   | Negligible | Negligible | Negligible | Negligible |
| <b>33</b> | 938  | Sundin     | 792  | Lourey      | Interaction: Carlton County Recreation Tax Authorization                | Payable 17 | -        | -        | negligible   | Negligible | -            | Negligible | -                    | Negligible   | Negligible   | Negligible   | Negligible   | Negligible | Negligible | Negligible | Negligible |
| <b>35</b> | 1830 | Bliss      |      |             | Interaction: Class 1c property req, leased SRR land modif               |            | -        | -        | 20           | 40         | -            | -          | -                    | 20           | 20           | 20           | 20           | 40         | -          | -          | -          |
| <b>36</b> | 818  | Petersburg |      |             | Interaction: Electric Generation Fcilty exempted (Owatonna)             |            | -        | -        | 10           | 40         | -            | -          | -                    | 10           | 10           | 20           | 20           | 40         | -          | -          | -          |
| <b>37</b> | 36   | Garofalo   |      |             | Interaction: Storage condominium classification                         |            | -        | -        | 10           | 20         | -            | -          | -                    | 10           | 10           | 10           | 10           | 20         | -          | -          | -          |
| <b>38</b> | 1720 | Backer     |      |             | Interaction: Agr containment facility (2nd liquid) exemptn              |            | -        | -        | (140)        | (280)      | -            | -          | -                    | (140)        | (140)        | (140)        | (140)        | (280)      | -          | -          | -          |
| <b>40</b> | 208  | Hertaus    | 104  | Osmek       | Interaction: Agr preserve for C/I operation (wireless),early termin.    | Various    | -        | -        | (Negligible) | (10)       | (Negligible) | (10)       | -                    | (Negligible) | (Negligible) | (Negligible) | (Negligible) | (10)       | (10)       | -          | -          |
| <b>41</b> | 610  | Knoblach   |      |             | Interaction: Agr homestead rules modified for trusts                    |            | -        | -        | Negligible   | Negligible | -            | -          | -                    | Negligible   | Negligible   | Negligible   | Negligible   | Negligible | Negligible | Negligible | Negligible |



# 2017 OMNIBUS TAX BILL HF4 CONFERENCE AGREEMENT - PROPERTY TAX REFUNDS, AIDS, & CREDITS

## GENERAL FUND

\$\$\$ in thousands | BOLD indicates rows included in total | Positive change indicates expenditure increase

| HF | AUTH. | SF         | AUTH. | ITEM   | EFFECTIVE  | GOVERNOR   |              | HOUSE        |               | SENATE          |                | CONFERENCE AGREEMENT |              |                |                |              |              |              |
|----|-------|------------|-------|--|--|------------|--------------|--------------|---------------|-----------------|----------------|----------------------|--------------|----------------|----------------|--------------|--------------|--------------|
|    |       |            |       |  |  | FY 18-19   | FY 20-21     | FY 2018-19   | FY 2020-21    | FY 2018-19      | FY 2020-21     | FY 2018              | FY 2019      | FY 2018-19     | FY 2020        | FY 2021      | FY 2020-21   |              |
| 42 | 1655  | Swedinski  |       | Interaction: Agr property def include aquaculture products   |  | -          | -            | unknown      | Unknown       | -               | -              | -                    | Unknown      | Unknown        | Unknown        | Unknown      | Unknown      |              |
| 43 | 632   | Pierson    | 774   | Nelson   | Interaction: Apprenticeship training facilities exemptn chg                              | -          | -            | -            | Negligible    | -               | Negligible     | -                    | -            | Unknown        | Negligible     | Negligible   | Negligible   |              |
| 45 | 555   | Dettmer    |       | Interaction: Congress'ly chart'd veterans orgn class rt @ 1% |  | -          | -            | 20           | 40            | -               | -              | -                    | 20           | 20             | 20             | 20           | 40           |              |
| 46 |       |            |       | Wiger  | Interaction: Exclun, Disabld Vets, Surv spouses (70% disab)                              | Payable 18 | -            | -            | -             | -               | (140)          | -                    | -            | -              | -              | -            | -            |              |
| 47 |       |            |       | Lang   | Interaction: Exclun, Disabld Vets, Surv Spouses (100% disab)                             | Payable 18 | -            | -            | -             | -               | (300)          | -                    | -            | -              | -              | -            | -            |              |
| 48 | 119   | Dettmer    |       | Interaction: Exclun, Disabld Vets, Surv Spouses (100% disab) | Payable 18   | -          | -            | (10)         | (20)          | -               | -              | -                    | (10)         | (10)           | (10)           | (10)         | (20)         |              |
| 49 |       |            |       |  | Interaction: Exclusion, Disabled Vets, Surv spouses benefit                              | Payable 18 | -            | -            | -             | -               | (40)           | -                    | -            | -              | -              | -            | -            |              |
| 51 |       |            |       |  | Interaction: Minneapolis Library Debt Serv Aid repeal                                    |            | -            | -            | 200           | -               | -              | -                    | -            | -              | 100            | 100          | 200          |              |
| 53 |       |            | 1240  | Eichorn  | Interaction: Payment in Lieu of Taxes (PILT) Modification                                | CY 2017    | -            | -            | -             | -               | (90)           | -                    | (90)         | (90)           | (90)           | (90)         | (180)        |              |
| 54 |       |            | A10   | Bakk   | Interaction: Modify, Payment In Lieu of Taxes (PILT-Vermillion)                          | CY 2017    | -            | -            | -             | -               | (Negligible)   | -                    | (Negligible) | (Negligible)   | (Negligible)   | (Negligible) | (Negligible) |              |
| 56 | 1679  | Koznick    |       |  | Interaction: Metro-area transit/paratransit cap expend bonds                             |            | -            | -            | 160           | 1,710           | -              | -                    | -            | 160            | 160            | 770          | 940          |              |
| 57 | 112   | Runbeck    |       |  | Interaction: Reverse referendum applvl of debt issuance                                  |            | -            | -            | unknown       | Unknown         | -              | -                    | -            | unknown        | unknown        | unknown      | unknown      |              |
| 58 | 654   | Drazkowski |       |  | Interaction: Reverse referendum allowed if property taxes rasied                         |            | -            | -            | unknown       | Unknown         | -              | -                    | -            | -              | -              | -            | -            |              |
| 59 | 1146  | Vogel      |       |  | Interaction: Biennial notice+ referendum if muny raise fees                              |            | -            | -            | unknown       | Unknown         | -              | -                    | -            | -              | -              | -            | -            |              |
| 60 |       |            |       |  | <b>SUBTOTAL: PROPERTY TAX REFUNDS</b>  |            | <b>5,080</b> | <b>9,000</b> | <b>50,730</b> | <b>(89,880)</b> | <b>(3,540)</b> | <b>(4,510)</b>       | <b>-</b>     | <b>(1,650)</b> | <b>(1,650)</b> | <b>890</b>   | <b>1,420</b> | <b>2,310</b> |
| 63 | 773   | Murphy M   |       |  | <b>AIDS:</b><br>House Chg: LGA formula fix 2017 & 2018                                   |            | -            | -            | -             | -               | -              | -                    | -            | -              | -              | -            | -            |              |
| 64 | 1512  | Davids     | 813   | Rosen  | House Chg: LGA rev need measure/sparcity adjstmnt/transitr rev need formula              |            | -            | -            | 167           | -               | -              | -                    | -            | -              | -              | -            | -            |              |
| 65 | 725   | Murphy M   |       |  | House Chg: LGA New City base year formulas aid (Rice Lake)                               |            | -            | -            | -             | -               | -              | -                    | -            | -              | -              | -            | -            |              |
| 66 |       |            | 582   | Bakk   | Modify, LGA Newly Incorporated City Base Year Formula Aid (Rice Lake)                    | Payable 17 | -            | -            | -             | -               | 468            | -                    | -            | -              | -              | -            | -            |              |
| 68 |       | Gov        |       |  | Local Government Aid (LGA) increase  |            | 20,000       | 40,000       | -             | -               | -              | -                    | -            | 6,000          | 6,000          | -            | -            |              |
| 69 |       |            | 476   | Weber  | Modify, Local Government Aid (LGA - City )   | Payable 18 | -            | -            | -             | -               | 12,000         | -                    | -            | -              | -              | -            | -            |              |
| 70 |       |            | A61   | Klein/Nelson   | Modify, Local Government Aid (LGA) Reduction to City of Mpls                             | Payable 18 | -            | -            | -             | -               | (28,830)       | -                    | -            | -              | -              | -            | -            |              |
| 71 | 663   | Hamilton   | 492   | Weber  | Modify, LGA Penalty Forgiveness for Dundee, Jeffers, & Woodstock (201                    | DFE        | -            | -            | 102           | -               | 102            | -                    | 102          | -              | 102            | -            | -            |              |
| 72 | 718   | Fabian     | 600   | Johnson  | Modify, LGA Penalty Forgiveness for Oslo (2013)  | DFE        | -            | -            | 37            | -               | 37             | -                    | 37           | -              | 37             | -            | -            |              |
| 73 | 532   | Anderson P | 387   | Westrom  | Modify: City of Melrose Fire Recovery grant  | Payable 18 | -            | -            | 1,392         | -               | 1,393          | -                    | 1,392        | -              | 1,392          | -            | -            |              |
| 75 |       | Gov        |       |  | County Program Aid (CPA) increase  |            | 10,000       | 20,000       | -             | -               | -              | -                    | -            | 6,000          | 6,000          | -            | -            |              |
| 76 |       |            | 479   | Miller   | Modify, County Program Aid (CPA)   | Payable 18 | -            | -            | -             | -               | 6,000          | -                    | -            | -              | -              | -            | -            |              |
| 77 | 4     | Davids     | 503   | Eichorn  | Indian Child Welfare Act (ICWA )Aid to Counties  | Payable 18 | 10,000       | 20,000       | 10,000        | 20,000          | 2,000          | 4,000                | -            | 2,000          | 2,000          | 2,000        | 4,000        |              |
| 78 |       | Gov        |       |  | Riparian Protection Aid to Counties  |            | 20,000       | 20,000       | -             | -               | -              | -                    | -            | -              | -              | -            | -            |              |
| 80 |       | Gov        |       |  | PERA Police & Fire Aid, invstmt ROR to 7.5%  |            | 9,000        | 18,000       | -             | -               | -              | -                    | -            | -              | -              | -            | -            |              |
| 81 | 1268  | Ericlson   |       |  | House Chg: Aitkin, Crow Wing, Mille Lacs Counties special local propert                  | DFE        | -            | -            | 1,090         | -               | -              | -                    | -            | -              | -              | -            | -            |              |
| 82 | 754   | Drazkowski |       |  | House Chg: County, City, Town aid adjmt for contributns to worlds fair & driver diversio |            | -            | -            | Unknown       | Unknown         | -              | -                    | -            | -              | -              | -            | -            |              |
| 84 | 1247  | Lueck      |       |  | House Chg: Supplmtl PILT payment/acre FY 2018 & 19 only                                  |            | -            | -            | 6,900         | -               | -              | -                    | -            | -              | -              | -            | -            |              |

# 2017 OMNIBUS TAX BILL HF4 CONFERENCE AGREEMENT - PROPERTY TAX REFUNDS, AIDS, & CREDITS

## GENERAL FUND

\$\$\$ in thousands | BOLD indicates rows included in total | Positive change indicates expenditure increase

|            | HF   | AUTH.      | SF   | AUTH.   | ITEM   | EFFECTIVE        | A GOVERNOR     |                | C HOUSE        |                | E SENATE      |                | G H I J K L CONFERENCE AGREEMENT |               |               |               |               |                |
|------------|------|------------|------|---------|--|------------------|----------------|----------------|----------------|----------------|---------------|----------------|----------------------------------|---------------|---------------|---------------|---------------|----------------|
|            |      |            |      |         |  |                  | FY 18-19       | FY 20-21       | FY 2018-19     | FY 2020-21     | FY 2018-19    | FY 2020-21     | FY 2018                          | FY 2019       | FY 2018-19    | FY 2020       | FY 2021       | FY 2020-21     |
| <b>85</b>  | 586  | Drazkowski |      |         | House Chg: PILT pymt reducd due to ENR/OH trust fund pymt        |                  | -              | -              | -              | (201)          | -             | -              | -                                | -             | -             | -             | -             | -              |
| <b>86</b>  |      |            | A19  | Bakk    | Modify, Payment In Lieu of Taxes (PILT-Blandin Easement)         | CY 2017          | -              | -              | -              | -              | 6,680         | 1,840          | -                                | -             | -             | -             | -             | -              |
| <b>87</b>  |      |            | 1240 | Eichorn | Modify, Payment In Lieu of Taxes (PILT) per acre 50 cent incrs   | CY 2017          | -              | -              | -              | -              | 3,450         | 6,900          | -                                | 3,450         | 3,450         | 3,450         | 3,450         | 6,900          |
| <b>88</b>  |      |            | A10  | Bakk    | Modify, Payment In Lieu of Taxes (PILT-Vermillion)               | CY 2017          | -              | -              | -              | -              | 300           | 300            | 150                              | 150           | 300           | 150           | 150           | 300            |
| <b>90</b>  | 786  | Davids     |      |         | Maximum Effort Loan Aid  |                  | -              | -              | 6,250          | 6,580          | -             | -              | 2,960                            | 3,290         | 6,250         | 3,290         | 3,290         | 6,580          |
| <b>91</b>  |      |            | A27  | Klein   | Modify, School Referendum Equalization Aid                       | Payable 18       | -              | -              | -              | -              | 30,610        | 63,504         | -                                | -             | -             | -             | -             | -              |
| <b>92</b>  |      |            | 2095 | Nelson  | Modify, School Debt Service Equalization Aid                     | Payable 18       | -              | -              | -              | -              | 14,180        | 1,580          | -                                | 28,768        | 28,768        | 3,196         | -             | 3,196          |
| <b>94</b>  |      | Div Rpt    |      |         | Repeal Mpls Library Debt Service Aid                             |                  | -              | -              | (4,120)        | (8,240)        | -             | -              | -                                | (4,120)       | (4,120)       | (4,120)       | (4,120)       | (8,240)        |
| <b>95</b>  |      | Div Rpt    |      |         | Repeal Lewis & Clark Jt Pwrs Bd                                  |                  | -              | -              | (3,700)        | (4,800)        | -             | -              | (1,300)                          | (2,400)       | (3,700)       | (2,400)       | (2,400)       | (4,800)        |
| <b>96</b>  |      |            |      |         | <b>SUBTOTAL: AIDS</b>  |                  | <b>69,000</b>  | <b>118,000</b> | <b>18,118</b>  | <b>13,339</b>  | <b>48,390</b> | <b>20,464</b>  | <b>3,341</b>                     | <b>43,138</b> | <b>46,479</b> | <b>5,566</b>  | <b>2,370</b>  | <b>7,936</b>   |
|            |      |            |      |         | <b>CREDITS:</b>  |                  |                |                |                |                |               |                |                                  |               |               |               |               |                |
| <b>99</b>  |      | Gov        |      |         | Agricultural Homestead MVC- fractional hmstds                    |                  | -              | (290)          | -              | -              | -             | -              | -                                | -             | -             | -             | -             | -              |
| <b>100</b> |      | Gov        |      |         | Senior Deferral, occupancy reqmt 5 yr, Nov 1 applictn            |                  | 170            | 500            | -              | -              | -             | -              | -                                | -             | -             | -             | -             | -              |
| <b>102</b> |      | Gov        |      |         | School Building Bond Agricultural Credit (40%)                   | Payable 18       | 34,800         | 99,600         | -              | -              | -             | -              | -                                | 34,900        | 34,900        | 46,100        | 52,800        | 98,900         |
| <b>103</b> | 603  | Drazkowski |      |         | House Chg: School Building Bond Agricultural Credit (50%)        |                  | -              | -              | 44,400         | 125,400        | -             | -              | -                                | -             | -             | -             | -             | -              |
| <b>104</b> |      |            |      |         | Senate: School Bldg Bond Agricultural Credit (40%, 90/10 split)  | Payable 18       | -              | -              | -              | -              | 34,900        | 98,900         | -                                | -             | -             | -             | -             | -              |
| <b>105</b> |      |            |      |         | <b>SUBTOTAL: CREDITS</b>   |                  | <b>34,970</b>  | <b>99,810</b>  | <b>44,400</b>  | <b>125,400</b> | <b>34,900</b> | <b>98,900</b>  | <b>-</b>                         | <b>34,900</b> | <b>34,900</b> | <b>46,100</b> | <b>52,800</b> | <b>98,900</b>  |
|            |      |            |      |         | <b>APPROPRIATIONS:</b>   |                  |                |                |                |                |               |                |                                  |               |               |               |               |                |
| <b>108</b> |      | Gov        |      |         | Admin Working Family Credit chg                                  |                  | 704            | 856            | -              | -              | -             | -              | -                                | -             | -             | -             | -             | -              |
| <b>109</b> |      | Gov        |      |         | Admin Child & Dependent Care Credit chg                          |                  | 1,172          | 1,346          | -              | -              | -             | -              | -                                | -             | -             | -             | -             | -              |
| <b>110</b> |      | Gov        |      |         | Admin Expand Sales Tax for Charities                             |                  | 44             | 44             | -              | -              | -             | -              | -                                | -             | -             | -             | -             | -              |
| <b>112</b> |      | Gov        |      |         | Admin Modernize Railroad Property Tax                            |                  | 466            | 350            | -              | -              | -             | -              | -                                | -             | -             | -             | -             | -              |
| <b>113</b> |      | Gov        |      |         | Admin Tobacco Products Tax chg                                   |                  | 769            | 745            | -              | -              | -             | -              | -                                | -             | -             | -             | -             | -              |
| <b>114</b> |      | Gov        |      |         | SFIA modifications - DNR admin                                   |                  | 468            | 462            | -              | -              | -             | -              | -                                | -             | -             | -             | -             | -              |
| <b>115</b> |      | Gov        |      |         | Admin Buffer Compensation Payments                               |                  | 445            | 572            | -              | -              | -             | -              | -                                | -             | -             | -             | -             | -              |
| <b>117</b> | 1694 | Anderson S |      |         | Private Letter Ruling -eliminate penalties <\$150 (GF & UBIT)    |                  | -              | -              | 10,660         | 42,650         | -             | -              | -                                | 10,371        | 10,371        | 20,742        | 20,742        | 41,484         |
| <b>118</b> |      |            |      |         | Repeal Grtr MN Internship (admin)                                |                  | -              | -              | (20)           | (40)           | -             | -              | -                                | (20)          | (20)          | (20)          | (20)          | (40)           |
| <b>119</b> | 654  | Drazkowski |      |         | House Chg: Reverse referendum allow'd if property tx raised (FN) |                  | -              | -              | -              | (75)           | -             | -              | -                                | -             | -             | -             | -             | -              |
| <b>120</b> |      |            |      |         | House Chg: Lawful Gambling Tax chg, 1% to problem gambling       |                  | -              | -              | (40)           | (43)           | -             | -              | -                                | -             | -             | -             | -             | -              |
| <b>122</b> |      |            |      |         | Income Tax Reciprocity Study                                     |                  | -              | -              | -              | -              | -             | -              | 300                              | -             | 300           | -             | -             | -              |
| <b>123</b> |      |            | 816  | Koran   | Senate: Taxpayer Assistance Grants                               | FY 2018 & FY2019 | -              | -              | -              | -              | 400           | -              | -                                | -             | -             | -             | -             | -              |
| <b>124</b> |      |            |      |         | <b>SUBTOTAL: APPROPRIATIONS</b>                                  |                  | <b>4,068</b>   | <b>4,375</b>   | <b>10,600</b>  | <b>42,492</b>  | <b>400</b>    | <b>-</b>       | <b>300</b>                       | <b>10,351</b> | <b>10,651</b> | <b>20,722</b> | <b>20,722</b> | <b>41,444</b>  |
| <b>126</b> |      |            |      |         | <b>TOTAL: REFUNDS, AIDS, CREDITS, &amp; APPROPRIATIONS</b>       |                  | <b>113,118</b> | <b>231,185</b> | <b>123,848</b> | <b>91,351</b>  | <b>80,150</b> | <b>114,854</b> | <b>3,641</b>                     | <b>86,739</b> | <b>90,380</b> | <b>73,278</b> | <b>77,312</b> | <b>150,590</b> |

# 2017 OMNIBUS TAX BILL HF4 CONFERENCE AGREEMENT - OTHER ITEMS

## NON-GENERAL FUND CHANGES

\$\$\$ in thousands | BOLD indicates rows included in total | Negative change indicates revenue decrease

| LINE | HF   | SF   | ITEM   | EFFECTIVE DATE | GOVERNOR   |              |              | HOUSE      |              |                | SENATE     |              |              | CONFERENCE AGREEMENT |              |              |              |                |                |                |
|------|------|------|--|----------------|------------|--------------|--------------|------------|--------------|----------------|------------|--------------|--------------|----------------------|--------------|--------------|--------------|----------------|----------------|----------------|
|      |      |      |  |                | A          | B            | C            | D          | E            | F              | G          | H            | I            | J                    | K            | L            | M            | N              | O              | P              |
|      |      |      |  |                | FY 2016-17 | FY 2018-19   | FY 2020-21   | FY 2016-17 | FY 2018-19   | FY 2020-21     | FY 2016-17 | FY 2018-19   | FY 2020-21   | FY 2016-17           | FY 2018      | FY 2019      | FY 2018-19   | FY 2020        | FY 2021        | FY 2020-21     |
|      |      |      | <b>LEGACY FUNDS</b>  |                |            |              |              |            |              |                |            |              |              |                      |              |              |              |                |                |                |
|      |      |      | <i>Outdoor Heritage Fund, 33%</i>  |                |            |              |              |            |              |                |            |              |              |                      |              |              |              |                |                |                |
|      |      |      | <i>Clean Water Fund, 33%</i>   |                |            |              |              |            |              |                |            |              |              |                      |              |              |              |                |                |                |
|      |      |      | <i>Parks &amp; Trails Fund, 14.25%</i>                                   |                |            |              |              |            |              |                |            |              |              |                      |              |              |              |                |                |                |
|      |      |      | <i>Arts &amp; Cultural Heritage, 19.75%</i>                              |                |            |              |              |            |              |                |            |              |              |                      |              |              |              |                |                |                |
| 1    | 299  | 460  | Exemption by Refund, Const. Materials, Local Gov't/Contractors           | 7/1/2017       | -          | -            | -            | -          | -            | (2,400)        | -          | -            | -            | -                    | -            | -            | -            | (1,200)        | (1,200)        | (2,400)        |
| 2    |      | 1259 | Exemption, Special Fuels Used for Off-Highway Business Use               | 7/1/2017       | -          | -            | -            | -          | -            | -              | -          | -            | (300)        | (340)                | -            | -            | -            | -              | -              | -              |
| 3    |      |      | Exemption by Refund, Electronic Component Dist. Ctr. (Digi Key)          |                | -          | -            | -            | -          | -            | -              | -          | -            | -            | -                    | -            | -            | -            | (300)          | (300)          | (600)          |
| 4    | 1336 |      | Modify Exemption, Special Fuels  | 7/1/2017       | -          | -            | -            | -          | -            | (340)          | -          | -            | -            | -                    | -            | -            | -            | (170)          | (170)          | (340)          |
| 5    | 1250 |      | Exemption, Telecommunication Equipment                                   | 7/1/2017       | -          | -            | -            | -          | -            | (1,700)        | -          | -            | -            | -                    | -            | -            | -            | -              | -              | -              |
| 6    |      | 478  | Exemption, Sales from Vending Machines                                   | 7/1/2017       | -          | -            | -            | -          | -            | -              | -          | -            | (210)        | (230)                | -            | -            | -            | (110)          | (120)          | (230)          |
| 7    | 1592 | 1255 | Exemption, St. Paul Soccer Stadium                                       | DFE            | -          | -            | -            | -          | -            | -              | -          | -            | (200)        | -                    | -            | -            | -            | -              | -              | -              |
| 8    | 2328 |      | Modify Exemption, Super Bowl, Events/Parking                             | Various        | -          | (50)         | -            | -          | -            | -              | -          | -            | -            | -                    | -            | -            | -            | -              | -              | -              |
| 9    | 2340 |      | Exemption, Modify Definition of Admissions, Suite Licenses and Stadium E | Various        | -          | -            | -            | -          | -            | -              | -          | -            | -            | -                    | -            | -            | -            | (190)          | (200)          | (390)          |
| 10   | 924  | 1439 | Exemption by Refund, City of Plymouth Construction Materials             | 1/1/2015       | -          | -            | -            | -          | -            | -              | -          | -            | (140)        | -                    | -            | -            | -            | -              | -              | -              |
| 11   | 301  | 113  | Modify Exemption, MN State High School League (MSHSL)                    | 7/1/2017       | -          | (100)        | (100)        | -          | -            | (100)          | -          | -            | (100)        | (100)                | -            | -            | -            | (50)           | (50)           | (100)          |
| 12   | 605  | 426  | Exemption, Non-Profit Fundraising Events                                 | 7/1/2017       | -          | -            | -            | -          | -            | -              | -          | -            | (60)         | (60)                 | -            | -            | -            | -              | -              | -              |
| 13   | 215  |      | Exemption, Non-Profit Fundraising Events, Up to 10 Days                  | 7/1/2017       | -          | -            | -            | -          | -            | (20)           | -          | -            | -            | -                    | -            | -            | -            | (10)           | (10)           | (20)           |
| 14   | 214  | 410  | Exemption, Precious Metal Bullion and Bullion Coin                       | 7/1/2017       | -          | -            | -            | -          | -            | -              | -          | -            | (50)         | (60)                 | -            | -            | -            | (30)           | (30)           | (60)           |
| 15   | 579  | 478  | Exemption, Sales of Digital Products from Jukeboxes                      | 7/1/2017       | -          | -            | -            | -          | -            | -              | -          | -            | (27)         | (29)                 | -            | -            | -            | (14)           | (15)           | (29)           |
| 16   | 1215 | 1036 | Exemption by Refund, City of Madelia Construction                        | Various        | -          | (10)         | -            | -          | -            | -              | -          | -            | (10)         | -                    | -            | -            | -            | -              | -              | -              |
| 17   | 532  | 387  | Exemption by Refund, City of Melrose Construction                        | Various        | -          | -            | -            | -          | -            | -              | -          | -            | (10)         | -                    | -            | -            | -            | -              | -              | -              |
| 18   | 504  | 630  | Exemption by Refund, Constr. Materials, Retail Ctr                       | Various        | -          | -            | -            | -          | -            | -              | -          | -            | -            | -                    | -            | -            | -            | -              | -              | -              |
| 19   | 1978 | 1636 | Exemption, Materials/Supply Purchases, Non Profit Ice Arena              | 7/1/2017       | -          | -            | (4)          | -          | -            | -              | -          | -            | -            | -                    | -            | -            | -            | (2)            | (2)            | (4)            |
| 20   | 306  | 181  | Modify Exemption, Instructional Materials                                | 7/1/2017       | -          | -            | -            | -          | -            | (40)           | -          | -            | -            | -                    | -            | -            | -            | -              | -              | -              |
| 21   | 1360 | 1090 | Modify Exemption, Certain Herbicides                                     | 7/1/2017       | -          | -            | -            | -          | -            | (20)           | -          | -            | -            | -                    | -            | -            | -            | -              | -              | -              |
| 22   | 1902 | 1795 | Modify Exemption, Non Profit Youth and Family Activity Facility          | 7/1/2017       | -          | -            | -            | -          | -            | (10)           | -          | -            | -            | -                    | -            | -            | -            | (5)            | (5)            | (10)           |
| 23   | 605  | 426  | Modify Exemption, City Celebrations                                      | 7/1/2017       | -          | -            | -            | -          | -            | (60)           | -          | -            | -            | -                    | -            | -            | -            | -              | -              | -              |
| 24   | 2143 | 1480 | Collection and Remittance Requirements for Marketplace Providers         | Various        | -          | -            | -            | -          | -            | -              | -          | -            | 590          | 1,180                | -            | -            | -            | PENDING        | PENDING        | PENDING        |
| 25   | 906  | 1051 | Tobacco Products, Repeal Indexing  | 7/1/2017       | -          | -            | (20)         | -          | -            | (20)           | -          | -            | -            | -                    | -            | -            | -            | (10)           | (10)           | (20)           |
| 26   | 2314 |      | Modify Tax Rate Application, Moist Snuff Containers                      | 7/1/2017       | -          | -            | 10           | -          | -            | 10             | -          | -            | -            | -                    | -            | -            | -            | -              | -              | -              |
| 27   | 123  | 849  | Modify Tax Rate, Premium Cigars  | 7/1/2017       | -          | -            | (20)         | -          | -            | (20)           | -          | -            | -            | -                    | -            | -            | -            | -              | -              | -              |
| 28   | 893  |      | Exemption by Refund, Constr. Materials for Siding Prod. Facility         | Various        | -          | (240)        | (80)         | -          | -            | -              | -          | -            | -            | -                    | -            | -            | -            | -              | -              | -              |
| 29   | 893  |      | Modify Exemption, Charities  |                | -          | (800)        | (800)        | -          | -            | -              | -          | -            | -            | -                    | -            | -            | -            | -              | -              | -              |
| 30   | 893  |      | Modifications to Reform Sales Tax Law                                    |                | -          | -            | -            | -          | -            | -              | -          | -            | -            | -                    | -            | -            | -            | -              | -              | -              |
| 31   |      |      | (1) Modify Tax, Computer Installation Labor                              |                | -          | 300          | 400          | -          | -            | -              | -          | -            | -            | -                    | -            | -            | -            | -              | -              | -              |
| 32   |      |      | (2) Modify Tax, Other Digital Products                                   |                | -          | 60           | 80           | -          | -            | -              | -          | -            | -            | -                    | -            | -            | -            | -              | -              | -              |
| 33   |      |      | (3) Modify Exemption, Burial Caskets                                     |                | -          | (40)         | (50)         | -          | -            | -              | -          | -            | -            | -                    | -            | -            | -            | -              | -              | -              |
| 34   |      |      | Interaction: Excise Tax on Vapor Products                                |                | -          | (15)         | (30)         | -          | -            | -              | -          | -            | -            | -                    | -            | -            | -            | -              | -              | -              |
| 35   |      |      | <b>SUBTOTAL: LEGACY FUNDS</b>  |                | -          | <b>(895)</b> | <b>(580)</b> | -          | -            | <b>(4,724)</b> | -          | -            | <b>361</b>   | -                    | -            | -            | -            | <b>(2,091)</b> | <b>(2,112)</b> | <b>(4,203)</b> |
|      |      |      | <b>HIGHWAY USER TAX DISTRIBUTION FUND:</b>                               |                |            |              |              |            |              |                |            |              |              |                      |              |              |              |                |                |                |
| 38   | 241  | 70   | Tax Rate Reduction, Compressed Natural Gas                               | 7/1/2017       | -          | (310)        | (380)        | -          | (310)        | (380)          | -          | (310)        | (380)        | -                    | (140)        | (170)        | (310)        | (180)          | (200)          | (380)          |
| 39   | 1352 | 1280 | Aviation Fuels Excise Tax on Gasoline Used for Aviation                  | 7/1/2017       | -          | -            | -            | -          | -            | -              | -          | (30)         | (30)         | -                    | (15)         | (15)         | (30)         | (15)           | (15)           | (30)           |
| 40   |      |      | <b>SUBTOTAL: HUTD FUND</b>   |                | -          | <b>(310)</b> | <b>(380)</b> | -          | <b>(310)</b> | <b>(380)</b>   | -          | <b>(340)</b> | <b>(410)</b> | -                    | <b>(155)</b> | <b>(185)</b> | <b>(340)</b> | <b>(195)</b>   | <b>(215)</b>   | <b>(410)</b>   |
|      |      |      | <b>STATE AIRPORTS FUND:</b>  |                |            |              |              |            |              |                |            |              |              |                      |              |              |              |                |                |                |
| 43   | 1352 | 1280 | Expansion of Refund to Aerial Applicators                                | 7/1/2017       | -          | -            | -            | -          | -            | -              | -          | (420)        | (440)        | -                    | (200)        | (220)        | (420)        | (220)          | (220)          | (440)          |
| 44   | 1352 | 1280 | Aviation Fuels Excise Tax on Gasoline Used for Aviation                  | 7/1/2017       | -          | -            | -            | -          | -            | -              | -          | 10           | 10           | -                    | 5            | 5            | 10           | 5              | 5              | 10             |
| 45   |      |      | <b>SUBTOTAL: STATE AIRPORTS FUND</b>                                     |                | -          | -            | -            | -          | -            | -              | -          | <b>(410)</b> | <b>(430)</b> | -                    | <b>(195)</b> | <b>(215)</b> | <b>(410)</b> | <b>(215)</b>   | <b>(215)</b>   | <b>(430)</b>   |
|      |      |      | <b>SPECIAL REVENUE FUND:</b>   |                |            |              |              |            |              |                |            |              |              |                      |              |              |              |                |                |                |
| 48   | 2252 |      | Fire Safety Account  | 7/1/2017       | -          | -            | -            | -          | 128          | 177            | -          | -            | -            | -                    | 43           | 85           | 128          | 87             | 90             | 177            |
| 49   | 2252 |      | Volunteer Fire Assistance Grant Account                                  | 7/1/2017       | -          | -            | -            | -          | 128          | 177            | -          | -            | -            | -                    | 43           | 85           | 128          | 87             | 90             | 177            |
| 50   | 1694 |      | Private Letter Ruling Fee  |                | -          | -            | -            | -          | -            | -              | -          | -            | -            | 225                  | 225          | 450          | 225          | 225            | 450            |                |
| 51   | 893  |      | Convert 2.0% Net Proceeds Tax to 2.75% Gross Proceeds Tax, Mining        |                | -          | -            | 22,600       | -          | -            | -              | -          | -            | -            | -                    | -            | -            | -            | -              | -              | -              |
| 52   | 893  |      | Distribution of 2.75% Gross Receipts Tax on Mining                       |                | -          | -            | (6,100)      | -          | -            | -              | -          | -            | -            | -                    | -            | -            | -            | -              | -              | -              |

# 2017 OMNIBUS TAX BILL HF4 CONFERENCE AGREEMENT - OTHER ITEMS

## NON-GENERAL FUND CHANGES

\$\$\$ in thousands | BOLD indicates rows included in total | Negative change indicates revenue decrease

| LINE | HF   | SF  | ITEM  | EFFECTIVE DATE | GOVERNOR   |            |            | HOUSE      |            |            | SENATE     |            |            | CONFERENCE AGREEMENT |         |         |            |         |         |            |
|------|------|-----|---|----------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|----------------------|---------|---------|------------|---------|---------|------------|
|      |      |     |   |                | FY 2016-17 | FY 2018-19 | FY 2020-21 | FY 2016-17 | FY 2018-19 | FY 2020-21 | FY 2016-17 | FY 2018-19 | FY 2020-21 | FY 2016-17           | FY 2018 | FY 2019 | FY 2018-19 | FY 2020 | FY 2021 | FY 2020-21 |
| 53   |      |     | <b>SUBTOTAL: SPECIAL REVENUE FUND</b>   |                | -          | -          | 16,500     | -          | 255        | 354        | -          | -          | -          | -                    | 310     | 395     | 705        | 399     | 405     | 804        |
|      |      |     | <b>ENVIRONMENTAL FUND:</b>  |                |            |            |            |            |            |            |            |            |            |                      |         |         |            |         |         |            |
| 56   | 893  |     | Modify Tax Rate, Solid Waste Taxes  | 7/1/2017       | -          | 620        | 690        | -          | -          | -          | -          | -          | -          | -                    | -       | -       | -          | -       | -       | -          |
| 57   |      |     | <b>SUBTOTAL: ENVIRONMENTAL FUND</b>   |                | -          | 620        | 690        | -          | -          | -          | -          | -          | -          | -                    | -       | -       | -          | -       | -       | -          |
|      |      |     | <b>TACONITE MUNICIPAL AID ACCOUNT:</b>  |                |            |            |            |            |            |            |            |            |            |                      |         |         |            |         |         |            |
| 60   | 1325 |     | Taconite Municipal Aid guarantee modified   |                | -          | -          | -          | -          | (1,164)    | (1,332)    | -          | -          | -          | -                    | -       | (1,164) | (1,164)    | (808)   | (524)   | (1,332)    |
| 61   | 1325 |     | Funds from DJ Johnson & Tac Environmental Protection Fund                         |                | -          | -          | -          | -          | 1,164      | 1,332      | -          | -          | -          | -                    | -       | 1,164   | 1,164      | 808     | 524     | 1,332      |
| 62   |      |     | <b>SUBTOTAL: TACONITE MUNICIPAL AID ACCOUNT</b>                                   |                | -          | -          | -          | -          | -          | -          | -          | -          | -          | -                    | -       | -       | -          | -       | -       | -          |
|      |      |     | <b>TACONITE ECONOMIC DEVELOPMENT FUND:</b>  |                |            |            |            |            |            |            |            |            |            |                      |         |         |            |         |         |            |
| 65   |      |     | Distribution Increase, Taconite Production Taxes                                  | DFE            | -          | -          | -          | -          | -          | -          | 8,400      | -          | -          | 8,400                | -       | -       | -          | -       | -       | -          |
| 66   |      |     | <b>SUBTOTAL: TACONITE ECONOMIC DEVELOPMENT FUND</b>                               |                | -          | -          | -          | -          | -          | -          | 8,400      | -          | -          | 8,400                | -       | -       | -          | -       | -       | -          |
|      |      |     | <b>TACONITE ENVIRONMENTAL PROTECTION FUND:</b>                                    |                |            |            |            |            |            |            |            |            |            |                      |         |         |            |         |         |            |
| 69   |      |     | Distribution Decrease, Taconite Production Taxes                                  | DFE            | -          | -          | -          | -          | -          | -          | (5,600)    | -          | -          | (5,600)              | -       | -       | -          | -       | -       | -          |
| 70   |      |     | Payment Forgiveness, City of Cook   | DFE            | -          | -          | -          | -          | -          | -          | (88)       | -          | -          | (88)                 | -       | -       | -          | -       | -       | -          |
| 71   | 1325 |     | Guaranteed taconite municipal aid account + inflation                             |                | -          | -          | -          | -          | (592)      | (736)      | -          | -          | -          | -                    | -       | (592)   | (592)      | (430)   | (306)   | (736)      |
| 72   |      |     | <b>SUBTOTAL: TACONITE ENVIRONMENTAL PROTECTION FUND</b>                           |                | -          | -          | -          | -          | (592)      | (736)      | (5,688)    | -          | -          | (5,688)              | -       | (592)   | (592)      | (430)   | (306)   | (736)      |
|      |      |     | <b>DOUGLAS J. JOHNSON ECONOMIC FUND:</b>  |                |            |            |            |            |            |            |            |            |            |                      |         |         |            |         |         |            |
| 75   |      |     | Distribution Decrease, Taconite Production Taxes                                  | DFE            | -          | -          | -          | -          | -          | -          | (2,800)    | -          | -          | (2,800)              | -       | -       | -          | -       | -       | -          |
| 76   | 1325 |     | Guaranteed taconite municipal aid account + inflation                             |                | -          | -          | -          | -          | (572)      | (596)      | -          | -          | -          | -                    | -       | (572)   | (572)      | (378)   | (218)   | (596)      |
| 77   |      |     | <b>SUBTOTAL: DOUGLAS J. JOHNSON ECONOMIC FUND</b>                                 |                | -          | -          | -          | -          | (572)      | (596)      | (2,800)    | -          | -          | (2,800)              | -       | (572)   | (572)      | (378)   | (218)   | (596)      |
|      |      |     | <b>IRON RANGE RESOURCES AND REHABILITATION BOARD</b>                              |                |            |            |            |            |            |            |            |            |            |                      |         |         |            |         |         |            |
| 80   |      |     | Appropriation Cancellation to MN Minerals 21 <sup>st</sup> Century Fund (Segetis) | DFE            | -          | -          | -          | -          | -          | -          | (7,100)    | -          | -          | (7,100)              | -       | -       | -          | -       | -       | -          |
| 81   |      |     | <b>SUBTOTAL: IRON RANGE RESOURCES AND REHABILITATION BOARD</b>                    |                | -          | -          | -          | -          | -          | -          | (7,100)    | -          | -          | (7,100)              | -       | -       | -          | -       | -       | -          |
|      |      |     | <b>MINNESOTA MINERALS 21<sup>st</sup> CENTURY FUND</b>                            |                |            |            |            |            |            |            |            |            |            |                      |         |         |            |         |         |            |
| 84   |      |     | Revenue from Appropriation Cancellation   | DFE            | -          | -          | -          | -          | -          | -          | 7,100      | -          | -          | 7,100                | -       | -       | -          | -       | -       | -          |
| 85   |      |     | <b>SUBTOTAL: MINNESOTA MINERALS 21<sup>st</sup> CENTURY FUND</b>                  |                | -          | -          | -          | -          | -          | -          | 7,100      | -          | -          | 7,100                | -       | -       | -          | -       | -       | -          |
|      |      |     | <b>HEALTHCARE ACCESS FUND:</b>  |                |            |            |            |            |            |            |            |            |            |                      |         |         |            |         |         |            |
| 88   |      | 554 | Supplemental Medical Assistance Payments  | 7/1/2016       | -          | -          | -          | -          | -          | -          | -          | (5,100)    | (1,100)    | -                    | -       | -       | -          | -       | -       | -          |
| 89   | 1694 |     | Private Letter Ruling, MN Care Penalty Elimination                                | 1/1/2019       | -          | -          | -          | -          | (59)       | (236)      | -          | -          | -          | -                    | -       | (59)    | (59)       | (118)   | (118)   | (236)      |
| 90   | 893  |     | Extend 2% Tax on Gross Receipts of Health Care Providers                          | 1/1/2020       | -          | -          | 987,000    | -          | -          | -          | -          | -          | -          | -                    | -       | -       | -          | -       | -       | -          |
| 91   |      |     | <b>SUBTOTAL: HEALTHCARE ACCESS FUND</b>   |                | -          | -          | 987,000    | -          | (59)       | (236)      | -          | (5,100)    | (1,100)    | -                    | -       | (59)    | (59)       | (118)   | (118)   | (236)      |
|      |      |     | <b>PILT TRUST FUND</b>  |                |            |            |            |            |            |            |            |            |            |                      |         |         |            |         |         |            |
| 94   | 586  |     | Deposits into county joint trust fund   |                | -          | -          | -          | -          | (2,900)    | (5,800)    | -          | -          | -          | -                    | -       | -       | -          | -       | -       | -          |
| 95   | 586  |     | Annual payment distributions to counties  |                | -          | -          | -          | -          | 96         | 478        | -          | -          | -          | -                    | -       | -       | -          | -       | -       | -          |
| 96   |      |     | <b>SUBTOTAL: PILT TRUST FUND</b>  |                | -          | -          | -          | -          | (2,804)    | (5,322)    | -          | -          | -          | -                    | -       | -       | -          | -       | -       | -          |
|      |      |     | <b>OUTDOOR HERITAGE FUND TRUST FUND</b>   |                |            |            |            |            |            |            |            |            |            |                      |         |         |            |         |         |            |
| 99   | 586  |     | Distribution to counties  |                | -          | -          | -          | -          | 2,200      | 4,400      | -          | -          | -          | -                    | -       | -       | -          | -       | -       | -          |
|      |      |     | <b>ENVIRONMENT AND NATURAL RESOURCES FUND TRUST FUND</b>                          |                |            |            |            |            |            |            |            |            |            |                      |         |         |            |         |         |            |
| 102  | 586  |     | Distribution to counties  |                | -          | -          | -          | -          | 700        | 1,400      | -          | -          | -          | -                    | -       | -       | -          | -       | -       | -          |
| 104  |      |     | <b>TOTAL: NON-GENERAL FUND CHANGES</b>  |                | -          | (585)      | 1,003,230  | -          | (1,182)    | (5,840)    | (88)       | (6,367)    | (1,579)    | (88)                 | (40)    | (1,228) | (1,268)    | (3,028) | (2,779) | (5,807)    |

# APPENDIX A: PROPERTY TAX INTERACTIONS WITH TAX POLICY

## GENERAL FUND

\$\$\$ in thousands | BOLD indicates rows included in total | Negative change indicates revenue decrease

TAX POLICY:

| LINE  | ITEM   | A GOVERNOR   |              | C HOUSE      |              | E SENATE     |               | G H I J K L CONFERENCE AGREEMENT |              |              |              |              |              |
|---|--|--------------|--------------|--------------|--------------|--------------|---------------|----------------------------------|--------------|--------------|--------------|--------------|--------------|
|   |  | FY 2018-19   | FY 2020-21   | FY 2018-19   | FY 2020-21   | FY 2018-19   | FY 2020-21    | FY 2018                          | FY 2019      | FY 2018-19   | FY 2020      | FY 2021      | FY 2020-21   |
| <b>INDIVIDUAL INCOME TAX INTERACTIONS</b>   |  |              |              |              |              |              |               |                                  |              |              |              |              |              |
| 1   | Carlton County Recreation Tax Authorization                                  | -            | -            | (Negligible) | (Negligible) | (Negligible) | (Negligible)  | -                                | (Negligible) | (Negligible) | (Negligible) | (Negligible) | (Negligible) |
| 2   | Indian Child Welfare (ICWA) Aid to Counties                                  | 130          | 260          | 130          | 260          | 30           | 60            | -                                | 30           | 30           | 30           | 30           | 60           |
| 3   | Payment in Lieu of Taxes (PILT) Modification                                 | -            | -            | -            | -            | 70           | 140           | -                                | 70           | 70           | 70           | 70           | 140          |
| 4   | School Referendum Equalization Aid   | -            | -            | -            | -            | 1,320        | 2,450         | -                                | -            | -            | -            | -            | -            |
| 5   | School Debt Service Equalization Aid   | 550          | (220)        | -            | -            | 590          | -             | -                                | 1,180        | 1,180        | -            | -            | -            |
| 6   | School Building Bond Agricultural Credit, 40%                                | 1,080        | 2,480        | -            | -            | 1,360        | 3,010         | -                                | 1,360        | 1,360        | 1,470        | 1,540        | 3,010        |
| 7   | School Building Bond Agricultural Credit, 50%                                | -            | -            | 1,730        | 3,880        | -            | -             | -                                | -            | -            | -            | -            | -            |
| 8   | Cities/Counties Historical Society Use of Levy Proceeds                      | -            | -            | -            | -            | (10)         | (20)          | -                                | -            | -            | -            | -            | -            |
| 9   | Statewide Property Tax Modifications   | -            | -            | -            | -            | 1,650        | 5,070         | -                                | 2,240        | 2,240        | 2,800        | 3,450        | 6,250        |
| 10  | Maximum Effort Loan  | -            | -            | 60           | 120          | -            | -             | -                                | 60           | 60           | 60           | 60           | 120          |
| 11  | Metro Transit/ Paratransit Cap. Expenditures, Add'l Financing, Bonds         | -            | -            | (120)        | (1,280)      | -            | -             | -                                | (120)        | (120)        | (580)        | (700)        | (1,280)      |
| 12  | Special Property Tax Abatement Authorized - Aitkin, Crow Wing & Mille Lacs C | -            | -            | 50           | -            | -            | -             | -                                | -            | -            | -            | -            | -            |
| 13  | Electric Generation Facility Exemption (Owatonna)                            | -            | -            | -            | (20)         | -            | -             | -                                | -            | -            | (10)         | (10)         | (20)         |
| 14  | Repeal Minneapolis Library Aid   | -            | -            | -            | (140)        | -            | -             | -                                | -            | -            | (70)         | (70)         | (140)        |
| 15  | Railroad Provisions  | -            | (130)        | -            | -            | -            | -             | -                                | -            | -            | -            | -            | -            |
| 16  | Ag Land Credit Modifications   | -            | (10)         | -            | -            | -            | -             | -                                | -            | -            | -            | -            | -            |
| 17  | LGA Increase   | 260          | 520          | -            | -            | -            | -             | -                                | -            | -            | -            | -            | -            |
| 18  | CPA Increase   | 130          | 260          | -            | -            | -            | -             | -                                | -            | -            | -            | -            | -            |
| 19  | Biennial notice+ referendum if many raise fees                               | -            | -            | unknown      | unknown      | -            | -             | -                                | -            | -            | -            | -            | -            |
| 20  | <b>SUBTOTAL: INDIVIDUAL INCOME TAXES INTERACTIONS</b>                        | <b>2,150</b> | <b>3,160</b> | <b>1,850</b> | <b>2,820</b> | <b>5,010</b> | <b>10,710</b> | -                                | <b>4,820</b> | <b>4,820</b> | <b>3,770</b> | <b>4,370</b> | <b>8,140</b> |
| <b>CORPORATE FRANCHISE TAX INTERACTIONS</b> |  |              |              |              |              |              |               |                                  |              |              |              |              |              |
| 23  | Carlton County Recreation Tax Authorization                                  | -            | -            | (Negligible) | (Negligible) | (Negligible) | (Negligible)  | -                                | (Negligible) | (Negligible) | (Negligible) | (Negligible) | (Negligible) |
| 24  | Indian Child Welfare (ICWA) Aid to Counties                                  | 60           | 120          | 60           | 120          | -            | -             | -                                | -            | -            | -            | -            | -            |
| 25  | Payment in Lieu of Taxes (PILT) Modification                                 | -            | -            | -            | -            | -            | -             | -                                | -            | -            | -            | -            | -            |
| 26  | Debt Service Equalization Aid  | -            | -            | -            | -            | -            | -             | -                                | -            | -            | -            | -            | -            |
| 27  | School Building Bond Agricultural Credit, 40%                                | 270          | 560          | -            | -            | -            | -             | -                                | -            | -            | -            | -            | -            |
| 28  | School Building Bond Agricultural Credit, 50%                                | -            | -            | -            | -            | -            | -             | -                                | -            | -            | -            | -            | -            |
| 29  | Statewide Property Tax Modifications   | -            | -            | -            | -            | -            | -             | -                                | -            | -            | -            | -            | -            |
| 30  | Maximum Effort Loan  | -            | -            | -            | -            | -            | -             | -                                | -            | -            | -            | -            | -            |
| 31  | Metro Transit/ Paratransit Cap. Expenditures, Add'l Financing, Bonds         | -            | -            | -            | -            | -            | -             | -                                | -            | -            | -            | -            | -            |
| 32  | Special Property Tax Abatement Authorized - Aitkin, Crow Wing & Mille Lacs C | -            | -            | -            | -            | -            | -             | -                                | -            | -            | -            | -            | -            |
| 33  | Electric Generation Facility Exemption (Owatonna)                            | -            | -            | -            | -            | -            | -             | -                                | -            | -            | -            | -            | -            |
| 34  | Repeal Minneapolis Library Aid   | -            | -            | -            | -            | -            | -             | -                                | -            | -            | -            | -            | -            |
| 35  | School Debt Service Equalization   | 240          | (100)        | -            | -            | -            | -             | -                                | -            | -            | -            | -            | -            |
| 36  | Railroad Provisions  | -            | (1,190)      | -            | -            | -            | -             | -                                | -            | -            | -            | -            | -            |
| 37  | Ag Land Credit Modifications   | -            | -            | -            | -            | -            | -             | -                                | -            | -            | -            | -            | -            |
| 38  | LGA Increase   | 120          | 240          | -            | -            | -            | -             | -                                | -            | -            | -            | -            | -            |
| 39  | CPA Increase   | 60           | 120          | -            | -            | -            | -             | -                                | -            | -            | -            | -            | -            |

# APPENDIX A: PROPERTY TAX INTERACTIONS WITH TAX POLICY

## GENERAL FUND

\$\$\$ in thousands | BOLD indicates rows included in total | Negative change indicates revenue decrease

TAX POLICY:

| LINE | ITEM  | A GOVERNOR |              | C HOUSE             |                     | E SENATE            |                     | G H I J K L CONFERENCE AGREEMENT |                     |                     |                     |                     |                     |                     |
|------|---|------------|--------------|---------------------|---------------------|---------------------|---------------------|----------------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
|      |   | FY 2018-19 | FY 2020-21   | FY 2018-19          | FY 2020-21          | FY 2018-19          | FY 2020-21          | FY 2018                          | FY 2019             | FY 2018-19          | FY 2020             | FY 2021             | FY 2020-21          |                     |
| 40   | Biennial notice+ referendum if muny raise fees          |            |              | unknown             | unknown             |                     |                     |                                  |                     |                     |                     |                     |                     |                     |
| 41   | <b>SUBTOTAL: CORPORATE FRANCHISE TAXES INTERACTIONS</b> | <b>750</b> | <b>(250)</b> | <b>60</b>           | <b>120</b>          | <b>(Negligible)</b> | <b>(Negligible)</b> | <b>0</b>                         | <b>(Negligible)</b> | <b>(Negligible)</b> | <b>(Negligible)</b> | <b>(Negligible)</b> | <b>(Negligible)</b> | <b>(Negligible)</b> |
|      | <b>STATE GENERAL LEVY INTERACTIONS</b>                  |            |              |                     |                     |                     |                     |                                  |                     |                     |                     |                     |                     |                     |
| 44   | Overvalued Property - Tax Refund                        | -          | -            | (negligible)        | (negligible)        | -                   | -                   | -                                | -                   | -                   | -                   | -                   | -                   | -                   |
| 45   | <b>SUBTOTAL: STATE GENERAL LEVY INTERACTIONS</b>        |            |              | <b>(negligible)</b> | <b>(negligible)</b> |                     |                     | -                                | -                   | -                   | -                   | -                   | -                   | -                   |

# APPENDIX B: NON-FISCAL ITEMS

| MISC. |                | HF   | Author     | SF   | Author       | Item  | Effective Date    |
|-------|----------------|------|------------|------|--------------|---|-------------------|
| 1     | Property Tax   |      |            | 1495 | Dziedzic     | Property Tax Assessor Accreditation Waiver Authorization                          | DFE               |
| 2     | Property Tax   | 1085 | Lueck      |      |              | Property Tax Assessor Accreditation Waiver repealed                               | DFE               |
| 3     | Property Tax   |      |            | 764  | Anderson, P. | Special taxing districts proposed levy certification dates                        | Payable 18        |
| 4     | Property Tax   | 1537 | Swedzinski | 1410 | Gazelka      | Late Payment Abatement of Penalties   | Payable 18        |
| 5     | Property Tax   | 1055 | Heintzeman |      |              | Property tax due dates and penalties modified                                     | Payable 18        |
| 6     | Property Tax   | 1263 | Rarick     |      |              | County levy authority chgd; levy treated as special taxing district levies        | Certif in 2017    |
| 7     | Property Tax   | 1059 | Howe       |      |              | Disabled veterans homestead exclusion annual application req eliminated           | Payable 18        |
| 8     | Property Tax   | 1379 | Anderson P |      |              | Tax forfeited lands provisions for counties - technical conforming chgs           | various           |
| 9     | Property Tax   | 1556 | Anderson P |      |              | Land transfer or division restriction - county review of split properties         | DFE               |
| 10    | Property Tax   | 2114 | Whelan     |      |              | Property tax reform working group   | DFE               |
| 11    | Property Tax   | 163  | Drazkowski |      |              | Rural vacant land tax due date modified   | Pay 18/ 2b Pay 19 |
| 12    | Property Tax   | 1968 | Ecklund    |      |              | Prev distributed taconite tax proceeds reinst'd (IRRRB Hwy 1 Corridor)            | retro 5.22.16     |
| 13    | Property Tax   | 957  | Drazkowski |      |              | Fees related to local government "permitted use" prohibited                       | 8.1.2017          |
| 14    | Property Tax   | 465  | Drazkowski |      |              | RR project expenditures/other powers restricted (ZIP Rail), insurance req'd       | DFE               |
| 15    | Property Tax   | 1512 | Dauids     | 813  | Rosen        | Local government aid (LGA) city need formulas transition modification.            | Payable 18        |
| 16    | Property Tax   |      |            |      |              | Renter's Credit study - % rent constituting property taxes selected areas         | DFE               |
| 17    | Public Finance | 1263 | Dauids     |      |              | Authority to issue capital notes, certificates indebtedness, GO bonds, other chgs | DFE               |
| 18    | Mortgage Tax   | 1741 | Loonan     | 1526 | Mathews      | Counties multiple county mortgage tax payments forwarding to the commissioner     | 7/1/2017          |
| 19    | Wind Energy    | 527  | Hamilton   | 411  | Weber        | Wind Energy Production tax modification (size classification of WEC)              | DFE               |
| 20    | Income Tax     |      |            | 538  | Miller       | Income Tax Reciprocity Benchmarks Study   | DFE               |
| 21    | Income Tax     |      |            | 258  | Rest         | Free electronic filing for Individual income tax returns report requirement       | DFE               |
| 22    | Income Tax     | 2305 | Garofalo   |      |              | Distribution of federal taxes paid included in Tax Incidence Study                | 2019 Study        |
| 23    | Sales Tax      |      |            |      |              | Report on taxation of stadium suites  | DFE               |
| 24    | Other Tax Rev  |      |            |      |              | Taylors Falls Border City Zone authorization and \$50K earmark                    | 7/1/2017          |
| 25    | Other          |      |            |      |              | State-assessed personal property - Pipeline review (State Govt bill)              | DFE               |

| <b>TIF</b>  |           |               |            |               |             |  |                |
|-------------|-----------|---------------|------------|---------------|-------------|--|----------------|
| <b>Type</b> | <b>HF</b> | <b>Author</b> | <b>SF</b>  | <b>Author</b> | <b>Item</b> | <b>Effective Date</b>  |                |
| 30          | TIF       | 556           | Davids     | 477           | Rest        | General Law Modification   | DFE            |
| 31          | TIF       | 999           | Whelan     | 452           | Abeler      | Anoka 5-year Rule Extension  | Local Approval |
| 32          | TIF       | 1637          | Pinto      | 1342          | Cohen       | St. Paul TIF ; Ford Redevelopment extension to 12.31.20, one district only | 7/1/2017       |
| 33          | TIF       |               |            | 2566          | Eken        | Moorhead TIF 5-year Extension  | Local Approval |
| 34          | TIF       |               |            | 1896          | Schoen      | Washington County/City of Newport TIF Authorization                        | Local Approval |
| 35          | TIF       | 781           | Rosenthal  | 1001          | Franzen     | Edina TIF; time extension to file approval of 2014 special law             | Local Approval |
| 36          | TIF       | 1064          | Petersom   | 757           | Hall        | Burnsville TIF Modification  | Local Approval |
| 37          | TIF       | 973           | Youakim    | 690           | Latz        | St. Louis Park Pooling Percentage Increase                                 | Local Approval |
| 38          | TIF       | 732           | Smith      | 446           | Limmer      | Maple Grove TIF district special rule modified                             | Local Approval |
| 39          | TIF       | 391           | Uglen      | 307           | Newton      | Coon Rapids TIF Duration Extension   | Local Approval |
| 40          | TIF       | 619           | Jurgens    | 435           | Schoen      | Cottage Grove 5-year Rule Extension  | Local Approval |
| 41          | TIF       | 1988          | Olson      | 1397          | Simonson    | Duluth Seaway Port Authority special TIF Modification                      | Local Approval |
| 42          | TIF       | 709           | Slocum     | 553           | Torres-Ray  | Richfield Duration Extension (Cedar Ave)                                   | Local Approval |
| 43          | TIF       | 1562          | Wagenius   | 1413          | Torres-Ray  | Richfield 5-year Rule Extension (Lyndale Gardens)                          | Local Approval |
| 44          | TIF       | 2247          | Hansen     |               |             | South St. Paul, special TIF authority                                      | Local Approval |
| 45          | TIF       | 2231          | Franke     |               |             | Newport TIF (Washington County)  | Local Approval |
| 46          | TIF       | 1584          | Quam       |               |             | Rochester; TIF increment use modified                                      | Local Approval |
| 47          | TIF       | 1178          | Anderson P |               |             | Workforce housing projects for econ dev TIF (link w/HFA Hsg Challenge)     | Local Approval |
| 48          | TIF       | 530           | Hertaus    |               |             | Wayzata TIF District 3 5-year rule extended                                | Local Approval |



| <b>SALES</b> |              |               |            |               |  |   |                  |
|--------------|--------------|---------------|------------|---------------|--|---|------------------|
| <b>Type</b>  | <b>HF</b>    | <b>Author</b> | <b>SF</b>  | <b>Author</b> | <b>Item</b>  | <b>Effective Date</b>   |                  |
| 52           | Local Option | 1504          | Nash       |               | Local governments prohibited to impose tax/fee on paper/plastic bags | Local Compliance  |                  |
| 53           | Local Option | 153           | Murphy, M  | 225           | Bakk   | Hermantown local sales and use tax revenue uses modified (Wellness Cntr)          | Local Compliance |
| 54           | Local Option | 154           | Murphy, M  | 228           | Bakk   | Proctor LOST: add'l 0.5% sales/use authorized, local appv'l (zip code issue)      | Local Compliance |
| 55           | Local Option | 659           | Torkelson  | 548           | Dahms  | New Ulm Local excise and sales and use tax extension and revenue use modification | Local Compliance |
| 56           | Local Option | 1469          | Torkelson  | 1019          | Dahms  | Sleepy Eye lodging tax authorization  | Local Compliance |
| 57           | Local Option | 172           | Lien       | 330           | Eken   | Clay County correctional facility and law enforcement center                      | Local Compliance |
| 58           | Local Option |               |            | 521           | Frentz   | N. Mankato local food and beverage tax authorization                              | Local Compliance |
| 59           | Local Option | 783           | Johnson, C | 680           | Frentz   | Mankato local sales and use taxes extension authorization                         | Local Compliance |
| 60           | Local Option | 783           | Johnson, C | 680           | Frentz   | N Mankato local sales and use taxes extension authorization                       | Local Compliance |
| 61           | Local Option | 554           | Nornes     | 407           | Ingebrigtsen   | Fergus Falls local sales and use tax authorization                                | Local Compliance |
| 62           | Local Option | 1367          | Kiel       | 1254          | Johnson  | E. Grand Forks local sales and use tax authorization                              | Local Compliance |
| 63           | Local Option |               |            | 951           | Kent   | Woodbury local lodging tax use authorization                                      | Local Compliance |
| 64           | Local Option | 537           | Baker      | 496           | Lang   | Spicer special projects local sales and use tax authorization                     | Local Compliance |
| 65           | Local Option | 536           | Baker      | 499           | Lang   | New London local sales and use tax imposition authorization                       | Local Compliance |
| 66           | Local Option | 191           | Sundin     | 155           | Lourey   | Moose Lake local sales and use tax authorization                                  | Local Compliance |
| 67           | Local Option |               |            | 2053          | Osmek  | Excelsior Local Sales and Use Tax authorization                                   | Local Compliance |
| 68           | Local Option | 738           | Gunther    | 598           | Rosen  | Fairmont local sales and use tax authorization                                    | Local Compliance |
| 69           | Local Option | 311           | Olson      | 128           | Simonson   | Duluth Food and Beverages sales tax and local lodging tax use authorization       | Local Compliance |
| 70           | Local Option |               |            | 253           | Sparks   | Albert Lea Shell Rock River Watershed District Sales Tax Authority                | Local Compliance |
| 71           | Local Option | 933           | Hamilton   |               |  | Windom; Sales and Use (2015 OTB)  | Local Compliance |
| 72           | Local Option | 533           | Lueck      |               |  | Garrison, Kathio, West Mille Lacs Lake Sanitary district authorzd to do LOST      | Local Compliance |
| 73           | Local Option | 242           | Bliss      |               |  | Walker; local sales and use tax (2015 uses)                                       | Local Compliance |
| 74           | Local Option | 446           | Bennett    |               |  | Albert Lea; Local sales tax authority modified to fund regional watershed         | Local Compliance |
| 75           | Local Option |               |            | 1025          | Weber  | Worthington authority to use revenues from and issue debt                         | Local Compliance |