

2017 OMNIBUS TAX BILL HF 4 CONFERENCE AGREEMENT - SUMMARY

ALL FUNDS

MAY 1, 2017, 1:40 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

		CONFERENCE		
ITEM		FY 2016-17	FY 2018-19	FY 2020-21
GENERAL FUND FORECAST:				
1	TAX POLICY	40,426,878	43,898,994	47,593,372
2	PROPERTY TAX REFUNDS, AIDS, & CREDITS	3,337,918	3,451,877	3,527,210
4	BUDGET TARGET		(1,150,000)	(1,500,000)
GENERAL FUND PROPOSED CHANGES:				
7	TAX POLICY	-	(1,038,094)	(1,301,725)
8	PROPERTY TAX REFUNDS, AIDS, & CREDITS	-	90,380	150,590
9	SUBTOTAL: GENERAL FUND IMPACT	-	(1,128,474)	(1,452,315)
10	CALCULATION: BALANCE REMAINING		(21,526)	(47,685)
NON-GENERAL FUND PROPOSED CHANGES:				
18	LEGACY FUNDS		-	(4,203)
19	HIGHWAY USER TAX DISTRIBUTION FUND		(340)	(410)
20	STATE AIRPORTS FUND		(410)	(430)
21	SPECIAL REVENUE FUND		705	804
22	TACONITE MUNICIPAL AID ACCOUNT (NET ACTIVITY)	-	-	-
23	TACONITE ECONOMIC DEVELOPMENT FUND	8,400	-	-
24	TACONITE ENVIRONMENTAL PROTECTION FUND	(5,688)	(592)	(736)
25	DOUGLAS J. JOHNSON ECONOMIC FUND	(2,800)	(572)	(596)
26	IRON RANGE RESOURCES AND REHABILITATION BOARD	(7,100)	-	-
27	MINNESOTA MINERALS 21 ST CENTURY FUND	7,100	-	-
26	HEALTHCARE ACCESS FUND		(59)	(236)
27	SUBTOTAL: NON-GENERAL FUND IMPACT	(88)	(1,268)	(5,807)

2017 OMNIBUS TAX BILL CONFERENCE AGREEMENT - TAX POLICY

GENERAL FUND CHANGES

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TAX POLICY:

					CONFERENCE AGREEMENT					
					A	B	C	D	E	F
HF	SF	ITEM	EFFECTIVE	FY 2018	FY 2019	FY 2018-19	FY 2020	FY 2021	FY 2020-21	
<u>TAX POLICY:</u>										
<u>INDIVIDUAL INCOME TAXES</u>										
1		Subtraction, Social Security	TY 2017	(117,900)	(118,000)	(235,900)	(143,000)	(143,000)	(286,000)	
2	615	540 Section 179 Expensing (Federal Conformity)	TY 2018	(15,400)	(48,800)	(64,200)	(39,900)	(30,800)	(70,700)	
3	1869	1634 Subtraction, Section 529 College Savings Plan	TY 2017	(2,500)	(2,600)	(5,100)	(2,600)	(2,700)	(5,300)	
4		Nonrefundable Credit, Section 529 College Savings Plan	TY 2017	(7,500)	(7,800)	(15,300)	(8,000)	(8,300)	(16,300)	
5		Nonrefundable Credit, Student Loans (Maximum Credit, \$500)	TY 2017	(31,320)	(32,310)	(63,630)	(33,480)	(34,560)	(68,040)	
6	882	Subtraction, Discharged Student Loan Debt *	TY 2017	(90)	(50)	(140)	(30)	(130)	(160)	
7	387	256 Non-Refundable Credit, Equity and Opportunity Scholarships	TY 2018	-	(23,200)	(23,200)	(23,200)	(23,200)	(46,400)	
8		Modify R&D Credit Tax Tier Rates & Alternative Simplified Credit Option	TY 2017	(45,100)	(42,400)	(87,500)	(42,200)	(42,200)	(84,400)	
9		Modified Refundable Credit, Taxes Paid to Wisconsin	TY 2017	(8,600)	(6,100)	(14,700)	(6,400)	(6,700)	(13,100)	
10	513	646 Modify Working Family Credit, American Indian On-Reservation Earnings	TY 2017	(1,600)	(1,600)	(3,200)	(1,700)	(1,700)	(3,400)	
11	1234	888 Subtraction, 1st-Time Homebuyer Savings Account	TY 2017	(700)	(800)	(1,500)	(800)	(800)	(1,600)	
12	1488	Repeal Refundable Credit, Greater MN Internship	TY 2018	-	10	10	10	10	20	
13	574	524 Non-Refundable Credit, Teacher Earning Master's Degree	TY 2017	-	(40)	(40)	(160)	(180)	(340)	
14	255	416 Modify Subtraction, K-12 Education, PreK Expenses	TY 2017	(3,100)	(3,100)	(6,200)	(3,100)	(3,100)	(6,200)	
15		Interaction between subtraction and credit		2,600	2,600	5,200	2,600	2,600	5,200	
16	255	416 Modify Refundable Credit, Education, Income Thresholds/Credit Size	TY2017	(7,000)	(7,000)	(14,000)	(7,200)	(7,300)	(14,500)	
17	602	416 Modify Refundable Credit, Education, PreK Expenses	TY2017	(12,700)	(12,700)	(25,400)	(12,900)	(13,000)	(25,900)	
18	387	416 Modify Refundable Credit, Education, Tuition Expenses	TY2017	(12,400)	(12,400)	(24,800)	(12,600)	(12,800)	(25,400)	
19	1499	1803 Modify Refundable Credit, Child & Dependent Care	TY2017	(16,900)	(18,900)	(35,800)	(21,000)	(23,100)	(44,100)	
20	622	458 Modify Definition, Domicile Determination	TY 2017	Undetermined	Undetermined	-	Undetermined	Undetermined	-	
21	608	1414 Credit, Beginning Farmer Assets	TY 2017	(2,600)	(6,400)	(9,000)	(8,000)	(8,900)	(16,900)	
22	608	1414 Credit, Beginning Farmer Management	TY 2017	(100)	(400)	(500)	(700)	(900)	(1,600)	
23	735	29 Clarify Refundable Credit, Still Born Children	TY 2017	Negl.	Negli.	-	Negl.	Negli.	-	

2017 OMNIBUS TAX BILL CONFERENCE AGREEMENT - TAX POLICY

GENERAL FUND CHANGES

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TAX POLICY:

					CONFERENCE AGREEMENT					
	HF	SF	ITEM	EFFECTIVE	A FY 2018	B FY 2019	C FY 2018-19	D FY 2020	E FY 2021	F FY 2020-21
24	893	726	Modify Refundable Credit, Small Business (Angel), Allocation & Extension	1/1/2017		(5,000)	(5,000)			-
25			Income Tax Interactions with Prop. Tax, Aids & Credits: See Appendix for Detail		-	4,820	4,820	3,770	4,370	8,140
26			SUBTOTAL: INDIVIDUAL INCOME TAXES		(282,910)	(342,170)	(625,080)	(360,590)	(356,390)	(716,980)
27										
28			<u>CORPORATE FRANCHISE TAXES</u>							
29		540	Section 179 Expensing (Federal Conformity)	TY 2018	(5,800)	(18,500)	(24,300)	(15,200)	(11,700)	(26,900)
30	386	256	Non-Refundable Credit, Equity and Opportunity Scholarships	TY 2018	(2,900)	(9,700)	(12,600)	(9,700)	(9,700)	(19,400)
31			SUBTOTAL: CORPORATE FRANCHISE TAXES		(8,700)	(28,200)	(36,900)	(24,900)	(21,400)	(46,300)
32										
33			<u>SALES & USE TAXES</u>							
34	299	460	Exemption by Refund, Construction Materials, Local Gov't/Contractors	7/1/2017	(20,000)	(21,100)	(41,100)	(20,500)	(21,100)	(41,600)
35	2183	1884	Exemption by Refund, Electronic Component Dist. Ctr. (Digi- Key) *	7/1/2017	(5,000)	(5,000)	(10,000)	(4,700)	(4,700)	(9,400)
36	924	1439	Exemption by Refund, City of Plymouth Construction Materials	1/1/2013	(1,750)	(750)	(2,500)			-
37	1215	1036	Exemption by Refund, City of Madelia, Construction *	Various	(180)	-	(180)			-
38	532	387	Exemption by Refund, City of Melrose, Construction *	Various	(105)	(55)	(160)			-
39	504	630	Exemption by Refund, Construction Materials, Retail Center Construction	*See notes	(70)	-	(70)			-
40	1336	1259	Exemption, Special Fuels Used for Off-Highway Business Use	7/1/2017	(2,540)	(2,960)	(5,500)	(2,900)	(3,000)	(5,900)
41		1075	Exemption, Sales from Vending Machines	7/1/2017	(1,800)	(2,010)	(3,810)	(2,000)	(2,000)	(4,000)
42	1592	A8	Exemption, St. Paul Soccer Stadium	DFE	(1,000)	1,000	-	-	-	-
43	2328	900	Modify Exemption, Super Bowl Admission, Events/Parking *	*See notes	(970)	-	(970)	-	-	-
44	2340		Exemption, Modify Defn. of Admissions, Suite Licenses & Stadium Builder Licenses	7/1/2017	(3,280)	(3,380)	(6,660)	(3,490)	(3,600)	(7,090)
45	301	113	Exemption, MN State High School League (MSHSL)	7/1/2017	(870)	(890)	(1,760)	(860)	(880)	(1,740)
46	215	100	Exemption, Non-Profit Fundraising Events, Up to 10 days	7/1/2017	(190)	(210)	(400)	(210)	(220)	(430)
47	214	410	Exemption, Precious Metal Bullion and Bullion Coin	7/1/2017	(420)	(480)	(900)	(470)	(480)	(950)
48	579	478	Exemption, Sales of Digital Products from Jukeboxes	7/1/2017	(233)	(264)	(497)	(250)	(250)	(500)
49	1978	1636	Exemption, Materials/Supply Purchases, Non Profit Ice Arena & Rinks	7/1/2017	(30)	(32)	(62)	(30)	(30)	(60)

2017 OMNIBUS TAX BILL CONFERENCE AGREEMENT - TAX POLICY

GENERAL FUND CHANGES

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TAX POLICY:

A	B	C	D	E	F
CONFERENCE AGREEMENT					

	HF	SF	ITEM	EFFECTIVE	FY 2018	FY 2019	FY 2018-19	FY 2020	FY 2021	FY 2020-21
50	1902	1795	Modify Exemption, Non Profit Youth & Family Activity Facilities	7/1/2017	(85)	(95)	(180)	(90)	(90)	(180)
51	2252		Dedication, Fireworks Transfer Out to Other Funds	7/1/2017	(85)	(170)	(255)	(175)	(180)	(355)
52	2143	1164	Collection and Remittance Requirements for Marketplace Providers	* See notes			-	Pending	Pending	-
53			Interaction: Exemption by Refund, City of Plymouth/Local Gov'ts (297A.71)		750	320	1,070			-
54			Interaction: Repeal Excise Tax Indexing, Cigarettes, In Lieu Sales Tax (HF 906)		(70)	20	(50)	90	300	390
55			Interaction: Repeal Excise Tax Indexing, Tobacco Products (HF 906)		(10)	(60)	(70)	(100)	(150)	(250)
56			SUBTOTAL: SALES & USE TAXES		(37,938)	(36,116)	(74,054)	(35,685)	(36,380)	(72,065)
57										
58			ESTATE TAXES							
59	19		Modify Exclusion, Increase to Federal Exclusion Amount (indexed)	* See Note	(70,600)	(91,100)	(161,700)	(94,400)	(100,600)	(195,000)
60	893	726	Modify Recapture Tax, Eminent Domain	Retro 7/1/2011	(10)	-	(10)	-	-	-
61			SUBTOTAL: ESTATE TAXES		(70,610)	(91,100)	(161,710)	(94,400)	(100,600)	(195,000)
62										
63			STATEWIDE PROPERTY TAXES							
64			Exempt First \$150,000 + freeze	Payable 18	(41,090)	(84,890)	(125,980)	(105,210)	(128,780)	(233,990)
65	166		Refund, Fiscal Disparities Excess Contributions			(700)	(700)	(700)	(700)	(1,400)
66			SUBTOTAL: STATEWIDE PROPERTY TAXES		(41,090)	(85,590)	(126,680)	(105,910)	(129,480)	(235,390)
67										
68			ALCOHOLIC BEVERAGES TAXES							
69	1124	866	Credit, Excise Tax on Wine and Cider, Small Wineries	7/1/2017	(80)	(90)	(170)	(90)	(100)	(190)
70			SUBTOTAL: ALCOHOLIC BEVERAGES TAXES		(80)	(90)	(170)	(90)	(100)	(190)
71										
72			CIGARETTE/TOBACCO TAXES							
73	906	1051	Cigarette Tax Rate, Repeal Indexing	7/1/2017	(1,800)	(7,200)	(9,000)	(12,700)	(18,000)	(30,700)
74	906	1051	Moist Snuff Tax Rate, Repeal Indexing	7/1/2017	(300)	(1,200)	(1,500)	(2,100)	(3,000)	(5,100)
75			SUBTOTAL: CIGARETTE/TOBACCO TAXES		(2,100)	(8,400)	(10,500)	(14,800)	(21,000)	(35,800)
76										

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GENERAL FUND CHANGES

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TAX POLICY:

					<i>A</i>	<i>B</i>	<i>C</i>	<i>D</i>	<i>E</i>	<i>F</i>
					CONFERENCE AGREEMENT					
	HF	SF	ITEM	EFFECTIVE	FY 2018	FY 2019	FY 2018-19	FY 2020	FY 2021	FY 2020-21
77			<u>OTHER TAX & NON TAX REVENUES</u>							
78	671	498	Various Tax Reductions, Border City Enterprise Zones (one-time)	7/1/2017	(3,000)		(3,000)			-
79			SUBTOTAL: OTHER TAX & NON TAX REVENUE		(3,000)	-	(3,000)	-	-	-
80			TOTAL: REVENUE CHANGES		(446,428)	(591,666)	(1,038,094)	(636,375)	(665,350)	(1,301,725)

* Conference Notes

- (1) Income Tax, subtraction for discharged student debt: The full fiscal impact of the provision occurs outside the forecast budget window and the official revenue analysis states that eventual costs could be significant.
- (2) Sales Tax, exemption for construction materials, City of Madelia: This provision is retroactively effective for sales and purchases made after 12/31/2015 and before 7/1/2018.
- (3) Sales Tax, exemption for construction materials, City of Melrose. This provision is retroactively effective for sales and purchases made after 9/30/2016 and before 1/1/2019. Purchases between 9/30/16 to 3/31/2017 are refunded. Purchases after 3/31/17 are to be exempt at time of purchase.
- (4) Sales Tax, exemption for Super Bowl: This provision is retroactively effective for sales and purchases made after 6/30/2016 and before 3/1/2018.
- (5) Sales Tax, the marketplace provider provision: The official revenue analysis for the proposal is scored as unknown but details in the analysis suggest that it could be scored as a revenue gain between \$10 to \$20 million.
- (6) Sales Tax, exemption for construction materials for a retail center construction. This provision is retroactively effective for sales and purchases made after 1/1/2013 and before 1/1/2017.
- (7) Estate Tax, estate tax exclusion: This provision 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 CONFERENCE AGREEMENT - PROPERTY TAX REFUNDS, AIDS, & CREDITS

GENERAL FUND

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						CONFERENCE AGREEMENT						
	HF	AUTH.	SF	AUTH.	ITEM	EFFECTIVE	A	B	C	D	E	F
							FY 2018	FY 2019	FY 2018-19	FY 2020	FY 2021	FY 2020-21
16					PROPERTY TAX INTERACTIONS:	7/1/2017						
19	4	Davids		Eichorn	Interaction: Indian Child Welfare Act (ICWA) Aid to Counties CONFERENCE: School Building Bond Agricultural Credit @ 40% with payment change	Payable 18	-	(40)	(40)	(40)	(40)	(80)
										220	450	670
24				Nelson	Interaction: School Debt Service Equalization Aid	Payable 18	-	(1,580)	(1,580)			-
26	786	Davids			Interaction: Maximum Effort Loan		-	(80)	(80)	(80)	(80)	(160)
28			A8	Senjem	Interaction: St. Paul Soccer Stadium	DFE	-	-	-	-	110	110
29			820	Chamberlain	Interaction: Manufactured Home Parks Class Rate Modify (1%)	Payable 18	-	50	50	70	100	170
30			647	Lourey	Interaction: Tribal-Owned Duluth Clinic	Payable 17	-	20	20	20	20	40
32	1711	Loonan	1368	Pratt	Interaction: Agr rate Local Conservation Prgm Classification	Payable 19	-	-	-	Negligible	Negligible	Negligible
33	1489	West	1017	Mathews	Interaction: Manufactured Homes Assessmt Imprvmt val incrs	7/1/2017	-	-	-	Negligible	Negligible	Negligible
34	938	Sundin	792	Lourey	Interaction: Carlton County Recreation Tax Authorization	Payable 17	-	Negligible	Negligible	Negligible	Negligible	Negligible
36	1830	Bliss			Interaction: Class 1c property req, leased SRR land modif		-	20	20	20	20	40
37	818	Petersburg			Interaction: Electric Generation Factly exempted (Owatonna)		-	10	10	20	20	40
38	36	Garofalo			Interaction: Storage condominium classification		-	10	10	10	10	20
39	1720	Backer			Interaction: Agr containment facility (2nd liquid) exemption		-	(140)	(140)	(140)	(140)	(280)
41	208	Hertaus	104	Osmek	Interaction: Agr preserve for C/I operation (wireless),early termin.	Various	-	(Negligible)	(Negligible)	(Negligible)	(10)	(10)
42	610	Knoblach			Interaction: Agr homestead rules modified for trusts		-	Negligible	Negligible	Negligible	Negligible	Negligible
43	1655	Swedinski			Interaction: Agr property def include aquaculture products		-	Unknown	unknown	Unknown	Unknown	Unknown
44	632	Pierson	774	Nelson	Interaction: Apprenticeship training facilities exemptn chg		-			Negligible	Negligible	Negligible
46	555	Dettmer			Interaction: Congress'ly chart'd veterans orgn class rt @ 1%		-	20	20	20	20	40
49	119	Dettmer			Interaction: Exclusrn, Disabld Vets, Surv Spouses (100% disab)	Payable 18	-	(10)	(10)	(10)	(10)	(20)
52					Interaction: Minneapolis Library Debt Serv Aid repeal		-			100	100	200
54			1240	Eichorn	Interaction: Payment in Lieu of Taxes (PILT) Modification	CY 2017	-	(90)	(90)	(90)	(90)	(180)
			A10	Bakk	Interaction: Modify, Payment In Lieu of Taxes (PILT-Vermillion)			(Negligible)	(Negligible)	(Negligible)	(Negligible)	(Negligible)
57	1679	Koznick			Interaction: Metro-area transit/paratransit cap expend bonds			160	160	770	940	1,710
58	112	Runbeck			Interaction: Reverse referendum appvl of debt issuance		-	Unknown	unknown	Unknown	Unknown	Unknown
61					SUBTOTAL: REFUNDS		-	(1,650)	(1,650)	890	1,420	2,310

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

GENERAL FUND

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						CONFERENCE AGREEMENT					
HF	AUTH.	SF	AUTH.	ITEM	EFFECTIVE	A FY 2018	B FY 2019	C FY 2018-19	D FY 2020	E FY 2021	F FY 2020-21
71		476	Weber	AIDS: CONFERENCE: LGA New city base year formula @ \$95 per capita Local Government Aid (LGA) increase	Payable 18	-	0	-	-	-	-
73	663	Hamilton	492	Weber	DFE	102	-	102	-	-	-
74	718	Fabian	600	Johnson	DFE	37	-	37	-	-	-
75	532	Anderson P	387	Westrom	Payable 18	1,392	-	1,392	-	-	-
78			479	Miller	Payable 18	-	6,000	6,000	-	-	-
79	4	Davids	503	Eichorn	Payable 18		2,000	2,000	2,000	2,000	4,000
90			1240	Eichorn	CY 2017		Unknown	Unknown	Unknown	Unknown	Unknown
91			A10	Bakk	CY 2017	150	3,450	3,450	3,450	3,450	6,900
93	786	Davids				2,960	3,290	6,250	3,290	3,290	6,580
95			2095	Nelson	Payable 18		28,768	28,768	3,196		3,196
97		Div Rpt				-	(4,120)	(4,120)	(4,120)	(4,120)	(8,240)
98		Div Rpt				(1,300)	(2,400)	(3,700)	(2,400)	(2,400)	(4,800)
99				SUBTOTAL: AIDS		3,341	43,138	46,479	5,566	2,370	7,936
				CREDITS: CONFERENCE: School Building Bond Agricultural Credit @ 40% with payment change			34,900	34,900	46,100	52,800	98,900
109				SUBTOTAL: CREDITS		-	34,900	34,900	46,100	52,800	98,900
				APPROPRIATIONS & TRANSFERS: Private Letter Ruling -eliminate penalties <\$150 (GF&UBIT)		-	10,371	10,371	20,742	20,742	41,484
122				House Chg: Repeal Grtr MN Internship (admin)		-	(20)	(20)	(20)	(20)	(40)
				Income Tax Benchmark Reciprocity study		300	-	300	-	-	
129				SUBTOTAL: APPROPRIATIONS		300	10,351	10,651	20,722	20,722	41,444
131				TOTAL: REFUNDS, AIDS, CREDITS, & APPROPRIATIONS		3,641	86,739	90,380	73,278	77,312	150,590

2017 OMNIBUS TAX BILL CONFERENCE AGREEMENT - OTHER ITEMS

NON-GENERAL FUND CHANGES

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					A	B	C	D	E	F	G	
					CONFERENCE AGREEMENT							
LINE	HF	SF	ITEM	EFFECTIVE DATE	FY 2017	FY 2016-17	FY 2018	FY 2019	FY 2018-19	FY 2020	FY 2021	FY 2020-21
LEGACY FUNDS												
<i>Outdoor Heritage Fund, 33%</i>												
<i>Clean Water Fund, 33%</i>												
<i>Parks & Trails Fund, 14.25%</i>												
<i>Arts & Cultural Heritage, 19.75%</i>												
1	299	460	Exemption by Refund, Const. Materials, Local Gov't/Contractors	7/1/2017		-				(1,200)	(1,200)	(2,400)
2			Exemption by Refund, Electronic Component Dist. Ctr. (Digi Key) *	7/1/2017						(300)	(300)	(600)
3	1336		Modify Exemption, Special Fuels	7/1/2017		-				(170)	(170)	(340)
4		478	Exemption, Sales from Vending Machines	7/1/2017	-	-				(110)	(120)	(230)
5	2340		Exemption, Modify Defn. of Admissions, Suite Licenses & Stadium Builder	Various						(190)	(200)	(390)
6	301	113	Modify Exemption, MN State High School League (MSHSL)	7/1/2017	-	-				(50)	(50)	(100)
7	215		Exemption, Non-Profit Fundraising Events, Up to 10 Days	7/1/2017		-				(10)	(10)	(20)
8	214	410	Exemption, Precious Metal Bullion and Bullion Coin	7/1/2017	-	-				(30)	(30)	(60)
9	579	478	Exemption, Sales of Digital Products from Jukeboxes	7/1/2017	-	-				(14)	(15)	(29)
10	1978	1636	Exemption, Materials/Supply Purchases, Non Profit Ice Arena	7/1/2017		-				(2)	(2)	(4)
22	1902	1795	Modify Exemption, Non Profit Youth and Family Activity Facility	7/1/2017		-				(5)	(5)	(10)
		2143	Collection and Remittance Requirements for Marketplace Providers	Various						PENDING	PENDING	PENDING
26	906	1051	Tobacco Products, Repeal Indexing	7/1/2017		-				(10)	(10)	(20)
36	SUBTOTAL: LEGACY FUNDS				-	-	-	-	-	(2,091)	(2,112)	(4,203)
HIGHWAY USER TAX DISTRIBUTION FUND:												
39	241	70	Tax Rate Reduction, Compressed Natural Gas	7/1/2017	-	-	(140)	(170)	(310)	(180)	(200)	(380)
40	1352	1280	Aviation Fuels Excise Tax on Gasoline Used for Aviation	7/1/2017	-	-	(15)	(15)	(30)	(15)	(15)	(75)
41	SUBTOTAL: HUTD FUND				-	-	(155)	(185)	(340)	(195)	(215)	(410)
STATE AIRPORTS FUND:												
44	1352	1280	Expansion of Refund to Aerial Applicators	7/1/2017	-	-	(200)	(220)	(420)	(220)	(220)	(440)
45	1352	1280	Aviation Fuels Excise Tax on Gasoline Used for Aviation	7/1/2017	-	-	5	5	10	5	5	10
46	SUBTOTAL: STATE AIRPORTS FUND				-	-	(195)	(215)	(410)	(215)	(215)	(430)
SPECIAL REVENUE FUND:												
49	2252		Fire Safety Account	7/1/2017		-	43	85	128	87	90	177
50	2252		Volunteer Fire Assistance Grant Account	7/1/2017		-	43	85	128	87	90	177
	1694		Private Letter Ruling Fee				225	225	450	225	225	450
54	SUBTOTAL: SPECIAL REVENUE FUND					-	310	395	705	399	405	804

2017 OMNIBUS TAX BILL CONFERENCE AGREEMENT - OTHER ITEMS

NON-GENERAL FUND CHANGES

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

					A	B	C	D	E	F	G	
					CONFERENCE AGREEMENT							
LINE	HF	SF	ITEM	EFFECTIVE DATE	FY 2017	FY 2016-17	FY 2018	FY 2019	FY 2018-19	FY 2020	FY 2021	FY 2020-21
61	1325		TACONITE MUNICIPAL AID ACCOUNT:									
			Taconite Municipal Aid guarantee modified			-	-	(1,164)	(1,164)	(808)	(524)	(1,332)
62	1325		Funds from DJ Johnson & Tac Environmental Protection Fund			-	-	1,164	1,164	808	524	1,332
63			SUBTOTAL: TACONITE MUNICIPAL AID ACCOUNT			-	-	-	-	-	-	-
65			TACONITE ECONOMIC DEVELOPMENT FUND:									
66			Distribution Increase, Taconite Production Taxes	DFE	8,400	8,400			-			-
67			SUBTOTAL: TACONITE ECONOMIC DEVELOPMENT FUND		8,400	8,400	-	-	-	-	-	-
70			TACONITE ENVIRONMENTAL PROTECTION FUND:									
			Distribution Decrease, Taconite Production Taxes	DFE	(5,600)	(5,600)			-			-
			Payment forgiveness-City of Cook		(88)	(88)						
72	1325		Guaranteed taconite municipal aid account + inflation			-	-	(592)	(592)	(430)	(306)	(736)
73			SUBTOTAL: TACONITE ENVIRONMENTAL PROTECTION FUND		(5,688)	(5,688)	-	(592)	(592)	(430)	(306)	(736)
76			DOUGLAS J. JOHNSON ECONOMIC FUND:									
			Distribution Decrease, Taconite Production Taxes	DFE	(2,800)	(2,800)			-			-
77	1325		Guaranteed taconite municipal aid account + inflation			-	-	(572)	(572)	(378)	(218)	(596)
78			SUBTOTAL: DOUGLAS J. JOHNSON ECONOMIC FUND		(2,800)	(2,800)	-	(572)	(572)	(378)	(218)	(596)
81			IRON RANGE RESOURCES AND REHABILITATION BOARD									
			Appropriation Cancellation to MN Minerals 21 st Century Fund (Segetis)	DFE	-	(7,100)			-			-
82			SUBTOTAL: IRON RANGE RESOURCES AND REHABILITATION BOARD		-	(7,100)	-	-	-	-	-	-
85			MINNESOTA MINERALS 21st CENTURY FUND									
			Revenue from Appropriation Cancellation	DFE	-	7,100			-			-
86			SUBTOTAL: MINNESOTA MINERALS 21st CENTURY FUND		-	7,100	-	-	-	-	-	-
89		554	HEALTHCARE ACCESS FUND:									
			Supplemental Medical Assistance Payments	7/1/2016	-	-			-			-
90	1694		Private Letter Ruling, MN Care Penalty Elimination	1/1/2019	-	-	-	(59)	(59)	(118)	(118)	(236)
92			SUBTOTAL: HEALTHCARE ACCESS FUND		-	-	-	(59)	(59)	(118)	(118)	(236)
105			TOTAL: NON-GENERAL FUND CHANGES			(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:

		A	B	C	D	E	F
		Conference Agreement					
LINE	ITEM	FY 2018	FY 2019	FY 2018-19	FY 2020	FY 2021	FY 2020-21
	<u>INDIVIDUAL INCOME TAX INTERACTIONS</u>						
1	Carlton County Recreation Tax Authorization	-	(Negligible)	(Negligible)	(Negligible)	(Negligible)	(Negligible)
2	Indian Child Welfare (ICWA) Aid to Counties		30	30	30	30	60
3	Payment in Lieu of Taxes (PILT) Modification		70	70	70	70	140
4	School Debt Service Equalization Aid		1,180	1,180			-
5	CONFERENCE: School Building Bond Agricultural Credit @ 40% with payment change	0	1,360	1,360	1,470	1,540	3,010
6	Statewide Property Tax Modifications		2,240	2,240	2,800	3,450	6,250
7	Maximum Effort Loan		60	60	60	60	120
8	Metro Transit/ Paratransit Cap. Expenditures, Add'l Financing, Bonds		(120)	(120)	(580)	(700)	(1,280)
9	Electric Generation Facility Exemption (Owatonna)			-	(10)	(10)	(20)
10	Repeal Minneapolis Library Aid			-	(70)	(70)	(140)
11	SUBTOTAL: INDIVIDUAL INCOME TAXES INTERACTIONS	-	4,820	4,820	3,770	4,370	8,140
12	<u>CORPORATE FRANCHISE TAX INTERACTIONS</u>						
13	Carlton County Recreation Tax Authorization	-	(Negligible)	(Negligible)	(Negligible)	(Negligible)	(Negligible)
14	SUBTOTAL: CORPORATE FRANCHISE TAXES INTERACTIONS	-	(Negligible)	(Negligible)	(Negligible)	(Negligible)	(Negligible)

APPENDIX B: NON-FISCAL ITEMS

MISC.							
Type	HF	Author	SF	Author	Item	Effective Date	CONFERENCE
1	Property Tax		1495	Dziedzic	Property Tax Assessor Accreditation Waiver Authorization	DFE	5/1/17 - SEN
3	Property Tax		764	Anderson, P.	Special taxing districts proposed levy certification dates	Payable 18	4/25/17 - SEN
4	Property Tax	1537	1410	Gazelka	Late Payment Abatement of Penalties	Payable 18	4/24/17 - HS
5	Property Tax	1055		Heintzeman	Property tax due dates and penalties modified	Payable 18	due dates 4/25
7	Property Tax	1059		Howe	Disabled veterans homestead exclusion annual application req eliminated	Payable 18	5/1/17 - HS
8	Property Tax	1379		Anderson P	Tax forfeited lands provisions for counties - technical conforming chgs	various	5/1/17 - HS, modif
9	Property Tax	1556		Anderson P	Land transfer or division restriction - county review of split properties	DFE	4/25/17 - HS
11	Property Tax	163		Drazkowski	Rural vacant land tax due date modified	Pay 18/ 2b Pay 19	5/1/17 - HS
12	Property Tax	1968		Ecklund	Prev distributed taconite tax proceeds reinst'd (IRRRB Hwy 1 Corridor)	retro 5.22.16	4/24/17 -SEN
14	Property Tax	465		Drazkowski	RR project expenditures/other powers restricted (ZIP Rail), insurance req'd	DFE	5/1/17 - HS
15	Property Tax	1512	813	Rosen	Local government aid (LGA) city need formulas transition modification.	Payable 18	5/1/17 - HS modif
16	Property Tax				Renter's Credit study - % rent constituting property taxes selected areas	DFE	5/1/17 - HS
17	Public Finance	1263		Davids	Authority to issue capital notes, certificates indebtedness, GO bonds, other chgs	DFE	4/24/17 - HS
18	Mortgage Tax	1741	1526	Mathews	Counties multiple county mortgage tax payments forwarding to the commissioner	7/1/2017	4/24/17 - HS
19	Wind Energy	527	411	Weber	Wind Energy Production tax modification (size classification of WEC)	DFE	5/1/17 - HS
22	Income Tax	2305		Garofalo	Requires the inclusion of the distribution of federal taxes paid for Tax Incidence Study	2019 Study	5/1/17 - HS
25	Other Tax Rev				Taylor's Falls Border City Zone authorization and \$50K earmark	7/1/2017	5/1/17 - HS
26	Other				State-assessed personal property - Pipeline review (State Govt bill)	DFE	5/1/17 - HS

TIF							
Type	HF	Author	SF	Author	Item	Effective Date	CONFERENCE
31	TIF	556	477	Rest	General Law Modification	DFE	4/24/17 - HS
32	TIF	999	452	Abeler	Anoka 5-year Rule Extension	Local Approval	4/24/17 - SEN
33	TIF	1637	1342	Cohen	St. Paul TIF ; Ford Redevelopment extension to 12.31.20, one district only	7/1/2017	4/24/17 - HS
34	TIF		2566	Eken	Moorhead TIF 5-year Extension	Local Approval	4/24/17 - HS
36	TIF	781	1001	Franzen	Edina TIF; time extension to file approval of 2014 special law	Local Approval	4/24/17 - SEN
37	TIF	1064	757	Hall	Burnsville TIF Modification	Local Approval	4/25/17 -SEN
38	TIF	973	690	Latz	St. Louis Park Pooling Percentage Increase	Local Approval	4/24/17 - SEN
39	TIF	732	446	Limmer	Maple Grove TIF district special rule modified	Local Approval	4/24/17 - HS
40	TIF	391	307	Newton	Coon Rapids TIF Duration Extension	Local Approval	4/24/17 - HS
41	TIF	619	435	Schoen	Cottage Grove 5-year Rule Extension	Local Approval	4/24/17 - SEN
42	TIF	1988	1397	Simonson	Duluth Seaway Port Authority special TIF Modification	Local Approval	4/24/17 - SEN
43	TIF	709	553	Torres-Ray	Richfield Duration Extension (Cedar Ave)	Local Approval	4/24/17 - SEN
44	TIF	1562	1413	Torres-Ray	Richfield 5-year Rule Extension (Lyndale Gardens)	Local Approval	4/25/17 -SEN
46	TIF	2231		Franko	Newport TIF (Washington County)	Local Approval	4/25/17 -SEN
48	TIF	1178		Anderson P	Workforce housing projects for econ dev TIF (link w/HFA Hsg Challenge)	Local Approval	5/1/17 - HS
49	TIF	530		Hertaus	Wayzata TIF District 3 5-year rule extended	Local Approval	4/26/17 - HS

SALES							
Type	HF	Author	SF	Author	Item	Effective Date	CONFERENCE
53	Local Option	1504		Nash	Local governments prohibited to impose tax/fee on paper/plastic bags	Local Compliance	4/25/17 - HS
54	Local Option	153	225	Bakk	Hermantown local sales and use tax revenue uses modified (Wellness Cntr)	Local Compliance	4/24/17 - HS
55	Local Option	154	228	Bakk	Proctor LOST: add'l 0.5% sales/use authorized, local appv'l (zip code issue)	Local Compliance	4/24/17 - HS
56	Local Option	659	548	Dahms	New Ulm Local excise and sales and use tax extension and revenue use modificati	Local Compliance	4/24/17 - SEN
57	Local Option	1469	1019	Dahms	Sleepy Eye lodging tax authorization	Local Compliance	4/24/17 - SEN
58	Local Option	172	330	Eken	Clay County correctional facility and law enforcement center	Local Compliance	4/24/17 - HS
60	Local Option	783	680	Frentz	Mankato local sales and use taxes extension authorization	Local Compliance	4/24/17 - HS
61	Local Option	783	680	Frentz	N Mankato local sales and use taxes extension authorization	Local Compliance	5/1/17 - HS
62	Local Option	554	407	Ingebrigtsen	Fergus Falls local sales and use tax authorization	Local Compliance	4/24/17 - HS
63	Local Option	1367	1254	Johnson	E. Grand Forks local sales and use tax authorization	Local Compliance	4/24/17 - HS
65	Local Option	537	496	Lang	Spicer special projects local sales and use tax authorization	Local Compliance	5/1/17 - SEN
66	Local Option	536	499	Lang	New London local sales and use tax imposition authorization	Local Compliance	4/24/17 - HS
67	Local Option	191	155	Lourey	Moose Lake local sales and use tax authorization	Local Compliance	4/24/17 - SEN
69	Local Option	738	598	Rosen	Fairmont local sales and use tax authorization	Local Compliance	4/24/17 - SEN
70	Local Option	311	128	Simonson	Duluth Food and Beverages sales tax and local lodging tax use authorization	Local Compliance	4/24/17 - SEN
71	Local Option		253	Sparks	Albert Lea Shell Rock River Watershed District Sales Tax Authority	Local Compliance	4/24/17 - SEN
73	Local Option	533		Lueck	Garrison, Kathio, West Mille Lacs Lake Sanitary district authorzd to do LOST	Local Compliance	4/26/17 - HS
74	Local Option	242		Bliss	Walker; local sales and use tax (2015 uses)	Local Compliance	4/25/17 - HS
76	Local Option		1025	Weber	Worthington authority to use revenues from and issue debt	Local Compliance	5/1/17 - SEN modif