

# FISCAL SUMMARY FOR SF 5, 1st Engrossment

***As Proposed to be Amended***

ALL FUNDS, CHANGE ITEMS ONLY

\$ in thousands | BOLD indicates rows included in total

TAX POLICY: Positive amounts indicate revenue increase

AIDS & CREDITS: Positive amounts indicate expenditure

**SF 5-1E**

LINE	ITEM	FY 2018-2019	FY 2020-21	FY 2022-23
	<b><u>GENERAL FUND FORECAST:</u></b>			
1	TAX POLICY (REVENUE)	43,135,875	46,061,695	48,479,024
2	PROPERTY TAX REFUNDS, AIDS, & CREDITS	3,657,822	3,738,896	3,944,094
	<b><u>GENERAL FUND PROPOSED CHANGES:</u></b>			
5	TAX POLICY	14,472	1,610	29,855
6	LESS PROPERTY TAX REFUNDS, AIDS, & CREDITS	-	21,179	40,360
7	<b>SUBTOTAL: GENERAL FUND EFFECT</b>	<b>14,472</b>	<b>(19,569)</b>	<b>(10,505)</b>
	<b><u>NON-GENERAL FUND PROPOSED CHANGES:</u></b>			
10	LEGACY FUNDS	-	(340)	(280)
11	TACONITE ECONOMIC DEVELOPMENT FUND	-	8,000	6,277
12	SPECIAL REVENUE FUND	-	36	276
13	MNCARE FUND	-	-	(78)
14	ENVIRONMENTAL FUND	-	-	(14)
15	REMEDIATION FUND	-	-	(Negl.)
16	<b>SUBTOTAL: NON-GENERAL FUND EFFECT</b>	<b>-</b>	<b>7,696</b>	<b>6,181</b>

2019 REGULAR SESSION - TAX POLICY OF HF 2125-1UE (as Proposed to be Amended)

GENERAL FUND, CHANGE ITEMS ONLY

\$ in thousands | BOLD indicates rows included in total

TAX POLICY: Positive amounts indicate revenue increase

AIDS & CREDITS: Positive amounts indicate expenditure

SF 5-1E											
					A	B	C	D	E	F	G
LINE	AUTHOR	SF	ITEM	EFFECTIVE	FY 19	FY 20	FY 21	FY 20-21	FY 22	FY 23	FY 22-23
			<b>TAX POLICY:</b>								
			<b><u>TCJA CONFORMITY - GENERAL INDIVIDUAL INCOME TAX PROVISIONS</u></b>								
1			Switch Minnesota Starting Point to AGI	TY 19	-	(1,800)	(1,800)	(3,600)	(1,800)	(1,800)	(3,600)
2			Indexing/COLA Provisions - Chained CPI-U	TY 19	-	12,800	31,200	44,000	40,200	57,500	97,700
3			Limit SALT deduction to \$15K, Misc. Deductions Subject to 2% Limit Now Subject to 5% Limit	TY 19	-	59,800	49,000	108,800	50,300	53,400	103,700
4			Allow Exclusion of Discharged Student Loan Debt in Case of Death or Disability	TY 19-25	-	(Negl.)	(Negl.)	(Negl.)	(Negl.)	(Negl.)	(Negl.)
5			Allow Section 529 Withdrawals of Up to \$10,000 for K-12 Tuition	TY 19-25	-	(800)	(900)	(1,700)	(1,000)	(1,000)	(2,000)
6			Repeal Deduction for Alimony Payments and Corresponding Inclusion of Received Alimony	Agrmnts. TY 19	-	1,600	2,300	3,900	3,100	4,300	7,400
7			Modify Limit on Wagering Losses	TY 19-25	-	150	90	240	90	90	180
8			Disallow the Charitable Deduction for College Athletic Seating Payments	TY 19	-	1,900	1,200	3,100	1,200	1,200	2,400
9			Limit Mortgage Interest Deduction for Amounts Above \$750,000; Disallow HELOC Deduction	TY 19	-	200	500	700	700	1,000	1,700
10			Suspend Exclusion for Qualified Moving Expense Reimbursement	TY 19-25	-	5,600	3,900	9,500	3,900	3,900	7,800
11			Suspend Exclusion for Certain Employer-provided Bicycle Commuter Fringe Benefits	TY 19-25	-	40	30	70	30	30	60
12			Allow Increased Contributions to ABLE Accounts	TY 19-25	-	(Negl.)	(Negl.)	(Negl.)	(Negl.)	(Negl.)	(Negl.)
13			Extend Rollover Period for Certain Retirement Plan Loan Offsets	TY 19	-	(Negl.)	(Negl.)	(Negl.)	(Negl.)	(Negl.)	(Negl.)
14			Repeal Special Rule Permitting Recharacterization of IRA Contributions	TY 19	-	450	300	750	350	400	750
15			<b>SUBTOTAL: TCJA CONFORMITY - GENERAL INDIVIDUAL INCOME TAX PROVISIONS</b>		-	<b>79,940</b>	<b>85,820</b>	<b>165,760</b>	<b>97,070</b>	<b>119,020</b>	<b>216,090</b>
			<b><u>TCJA CONFORMITY - INDIVIDUAL INCOME TAX PROVISIONS RELATED TO PASS-THROUGHS</u></b>								
18			Conform to Expanded Bonus Depreciation, But Maintain 80% MN Addback	TY 18-26	400	8,700	10,700	19,400	10,500	3,700	14,200
19			Full Conformity with Section 179 Expensing in TY18, Eliminate addback in TY19	TY18/TY19	(5,200)	(76,200)	(49,900)	(126,100)	(38,900)	(25,100)	(64,000)
20			Temporarily Disallow Certain Active Pass Through Losses (Above \$250k for Single and \$500k for Joint Filers)	TY 19-25	4,400	47,800	46,300	94,100	40,400	41,600	82,000
21			Tax Gain on Sale of Partnership on a Look-through Basis	TY 19	200	1,600	1,900	3,500	2,400	3,100	5,500
22			Expand Definition of Built-in Loss for Purposes of Partnership Loss Transfers	TY 18	30	670	300	970	300	400	700
23			Charitable Contributions and Foreign Taxes Accounted for in Determining Limit on Partner's Share of Loss	TY 18	100	1,300	800	2,100	800	900	1,700
24			Repeal Rollover of Publicly Traded Securities Gain into Specialized Small Business Investment Companies	TY 18	30	570	300	870	300	200	500
25			Limit Net Interest Deduction to 30% of Income	TY 19	8,100	89,600	92,500	182,100	111,100	136,000	247,100
26			Modify the Net Operating Loss (NOL) Deduction	TY 19	3,200	35,600	43,300	78,900	67,400	93,900	161,300
27			Repeal Deferred Gain on Like-kind Exchanges	TY 18	200	4,700	3,300	8,000	4,300	5,600	9,900
28			Reduce Recovery Period for Real Property	TY 18	(30)	(570)	(600)	(1,170)	(700)	(1,000)	(1,700)
29			Repeal Deduction for Local Lobbying Expenses	TY 19	20	180	100	280	100	100	200
30			Limit Deduction for Employer-provided Meals	TY 19	300	6,100	2,700	8,800	2,700	2,800	5,500
31			Limit Deduction for Employer-provided Transportation Benefits	TY 19	200	2,700	2,000	4,700	2,100	2,200	4,300
32			Prohibit Deduction for Achievement Awards (Cash, Gift Cards, etc.)	TY 19	Negl.	Negl.	Negl.	Negl.	Negl.	Negl.	Negl.
33			Disallow Deduction for Sexual Harassment Payments Made Subject to NDA	TY 19	Negl.	Negl.	Negl.	Negl.	Negl.	Negl.	Negl.
34			Revise Treatment of Contributions to Capital	TY 19	30	370	700	1,070	1,100	1,200	2,300
35			Modify Treatment of Interest for Producers of Beer, Wine, and Distilled Spirits	TY 18-19	(100)	(2,400)	-	(2,400)	-	-	-
36			Modify Limit on Excessive Compensation	TY 19	50	550	600	1,150	600	600	1,200
37			Repeal Exclusion of Interest on Advance Refunding Bonds	TY 19	300	3,300	4,800	8,100	5,700	6,100	11,800

38			<b>SUBTOTAL: TCJA CONFORMITY - INDIVIDUAL INCOME TAX PROVISIONS RELATED TO PASS-THROUGHS</b>		12,230	124,570	159,800	284,370	210,200	272,300	482,500
			<b><u>TCJA CONFORMITY - CORPORATE FRANCHISE TAX</u></b>								
41			Conform to Expanded Bonus Depreciation, But Maintain 80% MN Addback	TY 18-26	800	18,300	22,600	40,900	22,100	7,800	29,900
42			Full Conformity with Section 179 Expensing in TY18, Eliminate addback in TY19	TY18/TY19	(2,000)	(28,900)	(18,900)	(47,800)	(14,700)	(9,500)	(24,200)
43			Repeal Rollover of Publicly Traded Securities Gain into Specialized Small Business Investment Companies	TY 18	50	1,250	600	1,850	500	400	900
44			Conform to Limit on Net Interest Ded. to 30% of Income (Excluding Small Businesses)	TY 19	1,400	31,300	15,700	47,000	18,900	23,100	42,000
45			Revised Calculation for Interest Expense Limitation for Insurance Groups	TY 19	(200)	(2,300)	(2,400)	(4,700)	(2,800)	(3,500)	(6,300)
46			Repeal Deferred Gain on Like-kind Exchanges	TY 18	200	5,900	4,200	10,100	5,400	7,100	12,500
47			Reduce Recovery Period for Real Property	TY 18	(70)	(1,230)	(1,100)	(2,330)	(1,400)	(2,000)	(3,400)
48			Repeal Deduction for Local Lobbying Expenses	TY 18	30	670	300	970	300	300	600
49			Limit Deduction for Employer-provided Meals	TY 18	800	16,600	7,300	23,900	7,400	7,600	15,000
50			Limit Deduction for Employer-provided Transportation Benefits	TY 18	600	12,500	5,600	18,100	5,700	5,900	11,600
51			Prohibit Deduction for Achievement Awards (Cash, Gift Cards, Nontangible Personal Property, etc.)	TY 18	Negl.	Negl.	Negl.	Negl.	Negl.	Negl.	Negl.
52			Limit Deduction for FDIC Premiums	TY 18	500	12,100	6,100	18,200	6,200	6,300	12,500
53			Disallow the Deduction for Sexual Harassment Payments Made Subject to NDA	TY 18	Negl.	Negl.	Negl.	Negl.	Negl.	Negl.	Negl.
54			Revise Treatment of Contributions to Capital	TY 18	90	1,850	2,000	3,850	3,000	3,200	6,200
55			Conform to the modified historic rehabilitation credit	TY 18	-	39,900	16,400	56,300	9,800	(18,800)	(9,000)
56			Modify Treatment of Interest for Producers of Beer, Wine, and Distilled Spirits	TY 18-19	(200)	(2,900)	-	(2,900)	-	-	-
57			Modify Limit on Excessive Compensation	TY 18	300	6,100	3,600	9,700	3,600	3,600	7,200
58			Repeal Exclusion of Interest on Advance Refunding Bonds	TY 18	200	3,800	2,500	6,300	3,000	3,200	6,200
59			Other Modifications to Subpart F Provisions	TY 18	Negl.	Negl.	Negl.	Negl.	Negl.	Negl.	Negl.
60			Indexing Changes - Chained CPI-U, Corporate Minimum Fee	TY 19	-	-	100	100	100	100	200
61			<b>SUBTOTAL: TCJA CONFORMITY - CORPORATE FRANCHISE TAX</b>		2,500	114,940	64,600	179,540	67,100	34,800	101,900
			<b><u>OTHER CONFORMITY PROVISIONS - INCOME &amp; CORPORATE</u></b>								
64			Conform to provisions of Disaster Tax Relief and Airport and Airway Extension Act of 2017	TY 17	-	(2,840)	350	(2,490)	230	110	340
65			Conform to provisions of Bipartisan Budget Act of 2018	TY 17	-	(19,895)	125	(19,770)	20	(100)	(80)
66			<b>SUBTOTAL: OTHER CONFORMITY PROVISIONS - INCOME &amp; CORPORATE</b>		-	(22,735)	475	(22,260)	250	10	260
			<b><u>TCJA CONFORMITY - PROPERTY TAX REFUND - INTERACTION</u></b>								
69			Chained CPI-U - Homestead Credit Refund	TY 19	-	-	800	800	1,500	2,500	4,000
70			Chained CPI-U - Renters Property Tax Refund	TY 19	-	-	300	300	500	800	1,300
71			<b>SUBTOTAL: TCJA CONFORMITY - PROPERTY TAX REFUND - INTERACTION</b>		-	-	1,100	1,100	2,000	3,300	5,300
73			<b>REFERENCE LINE: NET EFFECT OF CONFORMITY PROPOSAL</b>		14,730	296,715	311,795	608,510	376,620	429,430	806,050
			<b><u>OTHER INDIVIDUAL INCOME TAX PROVISIONS</u></b>								
76	Chamberlain	5	Reduce 2nd Bracket Rate to 6.8 percent (from 7.05 percent) for TY19; 6.67 for TY22 and Later	TY 19	-	(227,800)	(151,000)	(378,800)	(206,500)	(256,900)	(463,400)
77	Goggin	245	Increase Social Security Subtraction (\$6,150 MFJ; \$4,800 Single & HoH; \$3,075 MFS)	TY 19	-	(20,400)	(22,500)	(42,900)	(23,800)	(25,300)	(49,100)
78	Anderson, P.	788	Small Business Investment (Angel Investor) Tax Credit	TY 19	-	(5,000)	-	(5,000)	-	-	-
79	Eichorn/Anderson, P.	560/1573	Increase K-12 education credit threshold to 39,000; expand eligibility to PreK expenses; index	TY 20	-	-	(8,100)	(8,100)	(8,300)	(8,500)	(16,800)
80	Rest	1522	Partnership audits adjustments reporting requirements establishment.	7/1/2019	-	(600)	(1,400)	(2,000)	(1,500)	(1,600)	(3,100)
81	Chamberlain	319	Medical cannabis manufacturers state business tax subtraction authorization	TY 19	-	(200)	(200)	(400)	(200)	(200)	(400)
82	Chamberlain	1872	K-12 Scholarship Donations Equity and Opportunity Credit	DFE/TY 20	-	-	(19,300)	(19,300)	(19,300)	(19,300)	(38,600)
83	Rest	304	Business Entity Election to File as a C Corporation.	TY 19	-	(Unknown)	(Unknown)	(Unknown)	(Unknown)	(Unknown)	(Unknown)
84			<i>INTERACTIONS (DETAILS IN APPENDIX A)</i>	See Appendix	-	-	3,530	3,530	3,500	3,430	6,930
85			<b>SUBTOTAL: OTHER INDIVIDUAL INCOME TAX PROVISIONS</b>		-	(254,000)	(198,970)	(452,970)	(256,100)	(308,370)	(564,470)
			<b><u>OTHER CORPORATE FRANCHISE TAX PROVISIONS</u></b>								

88	Chamberlain	1502	Captive Insurance Definition Modified	Retro TY 17	-	-	-	-	(400)	(400)	(800)
89	Chamberlain	1502	Limit Dividends Received Deduction for Debt-Financed Stock	TY 20	-	30	100	130	100	100	200
90	Chamberlain	1872	K-12 Scholarship Donations Equity and Opportunity Credit	DFE/TY 20	-	(2,200)	(7,200)	(9,400)	(7,200)	(7,200)	(14,400)
91			INTERACTIONS (DETAILS IN APPENDIX A)	See Appendix	-	-	100	100	100	100	200
92			<b>SUBTOTAL: OTHER CORPORATE TAX PROVISIONS</b>		-	<b>(2,170)</b>	<b>(7,000)</b>	<b>(9,170)</b>	<b>(7,400)</b>	<b>(7,400)</b>	<b>(14,800)</b>
			<b><u>SALES TAX</u></b>								
95	Chamberlain	2055	Provide Vendor Allowances	7/1/2019	-	(8,200)	(9,400)	(17,600)	(9,800)	(10,000)	(19,800)
96	Relph	329	Construction Materials Vendors Exempted from June Accelerated Payment Requirement	7/1/2019	-	(7,800)	(200)	(8,000)	(200)	(200)	(400)
97	Dahms	741	Exemption: Sales by County Agricultural Societies at County Fairs	7/1/2019	-	(1,200)	(1,500)	(2,700)	(1,500)	(1,500)	(3,000)
98	Anderson, P.	1735	Exemption: Collegiate Ticket Purchasing Rights	7/1/2019	-	(790)	(800)	(1,590)	(800)	(810)	(1,610)
99	Anderson, B.	585	Exemption: Aquatic Herbicides by Eligible Purchasers	7/1/2019	-	(130)	(140)	(270)	(140)	(140)	(280)
100	Rosen	1663	Exemption: Tickets or Admission to Events by Nonprofit Ag. Heritage Organizations	DFE	-	(10)	(10)	(20)	(10)	(10)	(20)
101	Osmek	48	Exemption: Purchases by David M. Thaler Sports Center	7/1/2019	-	(10)	(10)	(20)	(10)	(10)	(20)
102	Goggin	849	Exemption: Construction Materials, City of Mazeppa Fire Recovery	Retro 3/11/18	-	-	(15)	(15)	-	-	-
103	Anderson, B.	1676	Exemption: Construction Materials, City of Monticello Fire Station	Retro 2/1/2019	-	(170)	-	(170)	-	-	-
104	Klein	202	Exemption: Construction Materials, City of Inver Grove Heights Fire Station	7/1/2018	-	(280)	-	(280)	-	-	-
105	Anderson, P.	442	Exemption: Construction Materials, City of Minnetonka Fire and Police Station	5/23/2019	-	-	(800)	(800)	-	-	-
106	Dahms	1947	Exemption: Construction Materials, ISD #414, Minneota	Retro 1/2/2018	-	(140)	-	(140)	-	-	-
107	Westrom	288	Exemption: Construction Materials, City of Melrose Fire Recovery	Retro 1/1/19	-	(80)	(80)	(160)	(20)		(20)
108			Interaction: Excise Tax on Tobacco Products	1/1/2020	-	50	140	190	140	150	290
109			<b>SUBTOTAL: SALES TAX</b>		-	<b>(18,760)</b>	<b>(12,815)</b>	<b>(31,575)</b>	<b>(12,340)</b>	<b>(12,520)</b>	<b>(24,860)</b>
111			REFERENCE LINE: NET EFFECT OF SALES TAX PROVISIONS TO LEGACY FUNDS		-	(555)	(185)	(340)	(140)	(140)	(280)
			<b><u>STATEWIDE PROPERTY TAX</u></b>								
114	Ruud	1330	Reduce Statewide Levy Amount on CI and SRR	Payable 20	-	(27,500)	(50,000)	(77,500)	(50,000)	(50,000)	(100,000)
115	Johnson, M.	318	Natural Gas Pipeline Property Tax Abatement	Payable 21	-	-	(Negl.)	(Negl.)	(Negl.)	(10)	(10)
116			<b>SUBTOTAL: STATEWIDE PROPERTY TAX</b>		-	<b>(27,500)</b>	<b>(50,000)</b>	<b>(77,500)</b>	<b>(50,000)</b>	<b>(50,010)</b>	<b>(100,010)</b>
			<b><u>LAWFUL GAMBLING</u></b>								
119	Nelson	219	Combined Net Receipts Graduated Rates Reduction (to 8%, 16%, 24%, 32%)	7/1/2019	-	(9,100)	(10,900)	(20,000)	(11,600)	(12,500)	(24,100)
120			Stadium General Reserve Account - Hold Harmless by Modifying Lawful Gambling Base	DFE	-	(991)	(9)	(1,000)	(16)	(25)	(41)
121			INTERACTION: Reduction in Problem Gambling Appropriation	7/1/2019	-	91	109	200	116	125	241
122			<b>SUBTOTAL: LAWFUL GAMBLING</b>		-	<b>(10,000)</b>	<b>(10,800)</b>	<b>(20,800)</b>	<b>(11,500)</b>	<b>(12,400)</b>	<b>(23,900)</b>
			<b><u>OTHER TAX POLICY PROVISIONS</u></b>								
125	Senjem	942	Mortgage and Deed Tax: Direct Portion of Annual Growth to Affordable Housing Fund	7/1/2019	-	-	(4,000)	(4,000)	(4,000)	(4,000)	(8,000)
126	Eichorn	1114	Occupation Tax: Annual Transfer of Remaining Balance to Taconite Economic Development Fund	Distributions 2020	-	(4,000)	(4,000)	(8,000)	(3,137)	(3,140)	(6,277)
127	Relph	526	Estate Tax: Ag Homesteads Owned by Trusts	Decedents 2018	-	(Unknown)	(Unknown)	(Unknown)	(Unknown)	(Unknown)	(Unknown)
128	Rest	2199	Tax Penalties Waived: Special TCJA Waiver for Tax Years 2018 and 2019	DFE	(258)	(709)	(176)	(885)	-	-	-
129	Chamberlain	1537	Tax Penalties Waived: Abatement through Private Letter Ruling Program	7/1/2021	-	-	-	-	(16,939)	(16,939)	(33,878)
130	Johnson, M.	1240	Border City Enterprise Zones Additional Allocation	7/1/2019	-	(2,000)	-	(2,000)	-	-	-
131			<b>SUBTOTAL: OTHER TAX POLICY PROVISIONS</b>		(258)	<b>(6,709)</b>	<b>(8,176)</b>	<b>(14,885)</b>	<b>(24,076)</b>	<b>(24,079)</b>	<b>(48,155)</b>
134			<b>TOTAL: TAX POLICY</b>		14,472	<b>(22,424)</b>	<b>24,034</b>	<b>1,610</b>	<b>15,204</b>	<b>14,651</b>	<b>29,855</b>

2019 REGULAR SESSION - PROPERTY TAX AIDS & CREDITS OF SF 5-1E (as Proposed to be Amended)

GENERAL FUND, CHANGE ITEMS ONLY

\$ in thousands | BOLD indicates rows included in total  
TAX POLICY: Positive amounts indicate revenue increase  
AIDS & CREDITS: Positive amounts indicate expenditure

AIDS & CREDITS: Positive amounts indicate expenditure

					SF 5-1E						
					A	B	C	D	E	F	G
LINE	AUTHOR	SF	ITEM	EFFECTIVE	FY 19	FY 20	FY 21	FY 20-21	FY 22	FY 23	FY 22-23
			PROPERTY TAX AIDS & CREDITS:								
			AIDS								
1	Chamberlain	670	School Referendum Equalization Aid	FY 21	-	-	14,850	14,850	15,850	14,230	30,080
2	Eichorn	1105	ICWA Out-of-Home Placement Aid	CY 2020	-	-	2,000	2,000	2,000	2,000	4,000
3	Westrom	288	Melrose Fire Remediation Grant	DFE	-	644	-	644	-	-	-
4	Utke	1311	Child Welfare Services Grant to Mahnomen County, Mahnomen Health Center, and White Earth Band of Ojibwe	DFE	-	750	-	750	-	-	-
5	Ingebrigtsen	2599	Otter Tail County Residential Treatment Facility Debt Service Grant	DFE	-	500	-	500	-	-	-
6	Goggin	849	Fire Remediation Grant for City of Mazeppa and Wabasha County	DFE	-	5	-	5	-	-	-
7			SUBTOTAL: AIDS		-	1,899	16,850	18,749	17,850	16,230	34,080
			CREDITS								
10	Weber	1457	Ag. Homestead Market Value Credit: Modify Determination of Homesteads	Assessments 2019	-	-	250	250	260	260	520
11	Relph	526	Ag. Homestead Market Value Credit: Modify Homestead Rules for Property Owned by Trusts	Assessments 2019	-	-	Negl.	Negl.	Negl.	Negl.	Negl.
12	Relph	516	Ag. Homestead Market Value Credit: Fractional Homestead Determination	Assessments 2019	-	-	(Unknown)	(Unknown)	(Unknown)	(Unknown)	(Unknown)
13	Bigham	632	Ag. Preservation Credit: Metropolitan Agricultural Preserves Early Termination	DFE	-	-	(Negl.)	(Negl.)	(Negl.)	(Negl.)	(Negl.)
14	Limmer	1117	Property Tax Refunds: Exclude Nontaxable Scholarships and Grants from Definition of Income	Rent 19; Payable 20	-	-	1,450	1,450	1,500	1,550	3,050
15	Koran	1043	Property Tax Refunds: Manufactured Home Park Cooperatives	Payable 20	-	-	220	220	220	220	440
16	Eichorn	1105	Property Tax Refunds Interactions: ICWA Out-of-Home Placement Aid	CY 2020	-	-	(50)	(50)	(50)	(50)	(100)
17	Senjem	2571	Property Tax Refunds Interactions: Modify 4d Class Rate	Assessments 2019	-	-	1,880	1,880	1,880	1,880	3,760
18	Weber	1758	Property Tax Refunds Interactions: Modify Determination of Homesteads	Assessments 2019	-	-	60	60	60	60	120
19	Chamberlain	670	Property Tax Refunds Interactions: School Referendum Equalization Aid	FY 21	-	-	(750)	(750)	(720)	(640)	(1,360)
20	Newman	702	Property Tax Refunds Interactions: Child Care Facilities Exemption	Payable 20	-	-	Negl.	Negl.	Negl.	Negl.	Negl.
21	Rarick	1812	Property Tax Refunds Interactions: Cloquet Area Fire and Ambulance District	Local Compliance	-	-	-	-	10	20	30
22	Ruud	1330	Property Tax Refunds Interactions: Disabled Veteran Homestead Exclusion Due Date Change	Assessments 2019	-	-	(600)	(600)	(Negl.)	(Negl.)	(Negl.)
23	Chamberlain	383	Property Tax Refunds Interactions: Exemption for Pharmacy Owned by Indian Tribe	Payable 20	-	-	Negl.	Negl.	Negl.	Negl.	Negl.
24	Relph	516	Property Tax Refunds Interactions: Fractional Homestead Determination	Assessments 2019	-	-	(Unknown)	(Unknown)	(Unknown)	(Unknown)	(Unknown)
25	Westrom	672	Property Tax Refunds Interactions: Increase Acre Limit of Ag Historical Society Property Exemption	Payable 20	-	-	Negl.	Negl.	Negl.	Negl.	Negl.
26	Lang	113	Property Tax Refunds Interactions: Indefinite MV Exclusion Benefit for Surviving Spouse of Disabled Veteran	Assessments 2019	-	-	(30)	(30)	(70)	(110)	(180)
27	Bigham	632	Property Tax Refunds Interactions: Metropolitan Agricultural Preserves Early Termination	DFE	-	-	(Negl.)	(Negl.)	(Negl.)	(Negl.)	(Negl.)
28	Relph	526	Property Tax Refunds Interactions: Modify Homestead Rules for Property Owned by Trusts	Assessments 2019	-	-	Negl.	Negl.	Negl.	Negl.	Negl.
29			SUBTOTAL: CREDITS		-	-	2,430	2,430	3,090	3,190	6,280
32			TOTAL: PROPERTY TAX AIDS & CREDITS		-	1,899	19,280	21,179	20,940	19,420	40,360

2019 REGULAR SESSION -NON-GENERAL FUND CHANGES OF HF 2125-1UE (as Proposed to be Amended)

NON-GENERAL FUND, CHANGE ITEMS ONLY

\$ in thousands | BOLD indicates rows included in total  
Non-GF Tracking: Positive amounts indicate revenue increase or transfer

SF 5-1E											
					A	B	C	D	E	F	G
LINE	AUTHOR	SF	ITEM	EFFECTIVE	FY 19	FY 20	FY 21	FY 20-21	FY 22	FY 23	FY 22-23
			<b>NON-GENERAL FUND CHANGES:</b>								
			<b>LEGACY FUNDS</b>								
1	Relph	329	Construction Materials Vendors Exempted from June Accelerated Payment Requirement	7/1/2019	-	(400)	(Negl.)	(Negl.)	(Negl.)	(Negl.)	(Negl.)
2	Dahms	741	Exemption: Sales by County Agricultural Societies at County Fairs	7/1/2019	-	(60)	(90)	(150)	(90)	(90)	(180)
3	Anderson, P.	1735	Exemption: Collegiate Ticket Purchasing Rights	7/1/2019	-	(40)	(40)	(80)	(50)	(50)	(100)
4	Anderson, B.	585	Exemption: Aquatic Herbicides by Eligible Purchasers	7/1/2019	-	(10)	(10)	(20)	(10)	(10)	(20)
5	Rosen	1663	Exemption: Tickets or Admission to Events by Nonprofit Ag. Heritage Organizations	DFE	-	(Negl.)	(Negl.)	(Negl.)	(Negl.)	(Negl.)	(Negl.)
6	Osmek	48	Exemption: Purchases by David M. Thaler Sports Center	7/1/2019	-	(Negl.)	(Negl.)	(Negl.)	(Negl.)	(Negl.)	(Negl.)
7	Goggin	849	Exemption: Construction Materials, City of Mazeppa Fire Recovery	Retro 3/11/18	-	-	(Negl.)	(Negl.)	-	-	-
8	Anderson, B.	1676	Exemption: Construction Materials, City of Monticello Fire Station	Retro 2/1/2019	-	(10)	-	(10)	-	-	-
9	Klein	202	Exemption: Construction Materials, City of Inver Grove Heights Fire Station	7/1/2018	-	(20)	-	(20)	-	-	-
10	Anderson, P.	442	Exemption: Construction Materials, City of Minnetonka Fire and Police Station	5/23/2019	-	-	(50)	(50)	-	-	-
11	Dahms	1947	Exemption: Construction Materials, ISD #414, Minneota	Retro 1/2/2018	-	(10)	-	(10)	-	-	-
12	Westrom	288	Exemption: Construction Materials, City of Melrose Fire Recovery	Retro 1/1/19	-	(5)	(5)	(10)	(Negl.)	-	(Negl.)
13			Interaction: Excise Tax on Vapor Product Consumable Materials	1/1/2020	-	Negl.	10	10	10	10	20
14			<b>SUBTOTAL: LEGACY FUNDS</b>		-	(555)	(185)	(340)	(140)	(140)	(280)
			<b>TACONITE ECONOMIC DEVELOPMENT FUND</b>								
17	Eichorn	1114	Transfer: Unrestricted Mining Occupation Tax Collections from General Fund	Distributions 2020	-	4,000	4,000	8,000	3,137	3,140	6,277
18			<b>SUBTOTAL: TACONITE ECONOMIC DEVELOPMENT FUND</b>		-	4,000	4,000	8,000	3,137	3,140	6,277
			<b>SPECIAL REVENUE FUND</b>								
21	Chamberlain	1537	Revenue: Private Letter Ruling Program	7/1/2021	-	-	-	-	123	123	246
22	Anderson, P.	788	Revenue: Angel Tax Credit Fees	TY 19	-	116	30	146	30	30	60
23	Anderson, P.	788	Expenditure: Angel Tax Credit Administration	TY 19	-	(95)	(15)	(110)	(15)	(15)	(30)
24			<b>SUBTOTAL: SPECIAL REVENUE FUND</b>		-	21	15	36	138	138	276
			<b>MNCARE FUND</b>								
27	Chamberlain	1537	Tax Penalties Waived: Abatement through Private Letter Ruling Program	7/1/2021	-	-	-	-	(39)	(39)	(78)
28			<b>SUBTOTAL: MNCARE FUND</b>		-	-	-	-	(39)	(39)	(78)
			<b>ENVIRONMENTAL FUND</b>								
31	Chamberlain	1537	Tax Penalties Waived: Abatement through Private Letter Ruling Program	7/1/2021	-	-	-	-	(7)	(7)	(14)
32			<b>SUBTOTAL: ENVIRONMENTAL FUND</b>		-	-	-	-	(7)	(7)	(14)
			<b>REMEDIATION FUND</b>								
35	Chamberlain	1537	Tax Penalties Waived: Abatement through Private Letter Ruling Program	7/1/2021	-	-	-	-	(Negl.)	(Negl.)	(Negl.)
36			<b>SUBTOTAL: REMEDIATION FUND</b>		-	-	-	-	(Negl.)	(Negl.)	(Negl.)
38			<b>TOTAL: NON-GENERAL FUND CHANGES</b>		-	3,466	3,830	7,696	3,089	3,092	6,181

APPENDIX A: INTERACTIONS

GENERAL FUND, CHANGE ITEMS ONLY

\$ in thousands | BOLD indicates rows included in total  
TAX POLICY: Positive amounts indicate revenue increase  
AIDS & CREDITS: Positive amounts indicate expenditure

SF 5-1E									
			A	B	C	D	E	F	G
LINE	ITEM	EFFECTIVE	FY 19	FY 20	FY 21	FY 20-21	FY 22	FY 23	FY 22-23
	<b>TAX POLICY INTERACTIONS:</b>								
	<b><u>INDIVIDUAL INCOME TAX INTERACTIONS</u></b>								
1	School District Referendum Equalization	Payable 20	0	0	590	590	560	500	1,060
2	Reduce Statewide Levy Amount on CI and SRR	Payable 20	0	0	1,500	1,500	1,500	1,500	3,000
3	Cloquet Fire and Ambulance Taxing District Modified	Payable 20	0	0	0	0	(Negl.)	-10	-10
4	ICWA Out-of-Home Placement Aid	Payable 20	0	0	40	40	40	40	80
5	Equity and Opportunity Credit Addback	DFE/TY 20	0	0	1,400	1,400	1,400	1,400	2,800
6	<b>SUBTOTAL: INDIVIDUAL INCOME TAX INTERACTIONS</b>		<b>0</b>	<b>0</b>	<b>3,530</b>	<b>3,530</b>	<b>3,500</b>	<b>3,430</b>	<b>6,930</b>
	<b><u>CORPORATE FRANCHISE TAX INTERACTIONS</u></b>								
9	Equity and Opportunity Credit Addback	DFE/TY 20	0	0	100	100	100	100	200
10	<b>SUBTOTAL: CORPORATE FRANCHISE TAX INTERACTIONS</b>		<b>0</b>	<b>0</b>	<b>100</b>	<b>100</b>	<b>100</b>	<b>100</b>	<b>200</b>
12	<b>TOTAL: NET EFFECT OF INTERACTIONS</b>		<b>0</b>	<b>0</b>	<b>3,630</b>	<b>3,630</b>	<b>3,600</b>	<b>3,530</b>	<b>7,130</b>

# APPENDIX B: NON-FISCAL POLICY ITEMS

## PROVISIONS WITHOUT STATE BUDGET EFFECTS

LINE	AUTHOR	SF	ITEM	EFFECTIVE DATE
<b><u>PUBLIC FINANCE/BONDING:</u></b>				
1	Chamberlain	2759	Public finance bonds, lien interest, and municipal bankruptcy provisions modifications.	7/1/2019
2	Howe	1687	State agricultural society (state fair) outstanding debt allowance increase	7/1/2019
3	Senjem	152	Modifies definition of public facilities project	7/1/2019
<b><u>TAX INCREMENT FINANCING:</u></b>				
6	Ingebrigtsen	2133	Alexandria five-year rule extension	Local Compliance
7	Abeler	1794	Anoka special rules modification	Local Compliance
8	Simonson	117	Duluth project requirements modification	Local Compliance
9	Hoffman, J.	214	Champlin modifications to project requirements and eligible expenditures	Local Compliance
10	Wiklund	551	Bloomington Central Station authority modification	Local Compliance
11	Champion	786	Minneapolis Upper Harbor Terminal special tax increment	Local Compliance
12	Isaacson	1485	Roseville hazardous substance subdistrict time extension for expenditure of increment	Local Compliance
13	Franzen	685	Edina southeast redevelopment special authority modification	Local Compliance
<b><u>LOCAL OPTION SALES TAXES:</u></b>				
16	Rest	1272	Modification of Local Option sales tax imposition requirements	DFE
17	Dziedzic	394	Minneapolis sales tax on lodging limitation removal	7/1/2019
18	Mathews	1173	Prohibition on new taxes	DFE
19	Howe	564	Avon: 0.5% general sales and use tax	Local Compliance
20	Rosen	1818	Blue Earth: 0.5% general sales and use tax	Local Compliance
21	Koran	2638	Cambridge: 0.5% general sales and use tax	Local Compliance
22	Rarick	1382	Cloquet: Modification of uses of local taxes	Local Compliance
23	Eken	1513	Detroit Lakes: 0.5% general sales and use tax	Local Compliance
24	Simonson	119	Duluth: Authority to increase 1% general sales and use tax to 1.5%	Local Compliance



25	Howe	997	Elk River: 0.5% general sales and use tax	Local Compliance
26	Osmek	41	Excelsior: 0.5% general sales and use tax	Local Compliance
27	Westrom	1540	Glenwood: 0.5% general sales and use tax	Local Compliance
28	Bakk	337	International Falls: 1% general sales and use tax	Local Compliance
29	Miller	1613	La Crescent: Authority to increase 3% lodging tax to 5%	Local Compliance
30	Bakk	808	Lake County: 4% lodging tax	Local Compliance
31	Frentz	438	North Mankato: 1% food and beverage tax	Local Compliance
32	Ingebrigtsen	764	Perham: 0.5% general sales and use tax	Local Compliance
33	Limmer	1570	Rogers: 0.25% general sales and use tax; \$20 vehicle excise tax	Local Compliance
34	Howe	1998	Sartell: 1.5% food and beverage tax	Local Compliance
35	Westrom	659	Sauk Centre: 0.5% general sales and use tax; \$20 vehicle excise tax	Local Compliance
36	Rarick	1591	Scanlon: 0.5% general sales and use tax	Local Compliance
37	Cohen	1569	St. Paul: Authority to increase 3% lodging tax to 4%	Local Compliance
38	Bakk	1598	Two Harbors: 1.0% general sales and use tax; 3% lodging tax	Local Compliance
39	Tomassoni	994	Virginia: 1.0% general sales and use tax	Local Compliance
40	Klein	395	West St. Paul: 0.5% general sales and use tax	Local Compliance
41	Lang	1474	Willmar: 0.5% general sales and use tax; \$20 motor vehicle excise tax	Local Compliance
42	Weber	1616	Worthington: 0.5% general sales and use tax; \$20 motor vehicle excise tax	Local Compliance
<b><u>MISC.:</u></b>				
45	Tomassoni	2818	Sustainable forest incentive program effective date clarification	Retro Cert. 2018
46	Chamberlain	1896	Petroleum distributors bonds for payment requirements elimination; personal liability for delinquent tax debt expansion.	7/1/2019
47	Bigham	668	Fire protection special taxing districts establishment; property tax levies and issuance of bonds authorization	DFE
48	Johnson, M.	665	Multicounty housing and redevelopment authorities levy authority extension.	Payable 19
49	Chamberlain	1501	Property tax penalties, interest and costs distribution modification.	Payable 20
50	Westrom	1275	Tax-forfeited land sale documentation modification.	Assessments 2019
51	Mathews	1901	State Assessed Property Electronic Notification	DFE
52	Jasinski	58	Disabled veteran's homestead market value exclusion administration data sharing permission.	DFE
53	Housley	1368	Metropolitan agricultural preserves expiration modification for park and trail purposes.	DFE
54	Mathews	254	Report: Placement of Land in Federal Trust	DFE
55	Bakk	2478	Cities May Appropriate to Local Historical Society	DFE