

Senate Counsel, Research, and Fiscal Analysis

Tom Bottem, Director

Minnesota Senate Building
95 University Ave. W. Suite 3300
ST. PAUL, MN 55155-1800
(651) 296-4791
www.senate.mn/scrfa

Senate

State of Minnesota

**S.F. No. 888 – Pay 2022 Local Government Aid Minimum Amount;
Appropriation Increase**

Author: Senator Carla J. Nelson

Prepared by: Bjorn Arneson, Legislative Analyst (651/296-3812)

Date: March 2, 2021

S.F. No 888 provides that local government aid payable to a city in 2022 must not be less than the aid amount certified for the city in 2021. This one-year minimum provision benefits approximately 96 cities for which the local government aid is projected to decrease between 2021 and 2022 under current law.

Additionally, the bill increases the total appropriation for local government aid to \$569,870,718 for aid payable in 2022 and later. This appropriation increase ensures that the cities not impacted by the minimum provision generate the same amount of payable 2022 aid under the proposal as those cities would generate under current law.