

2024 REGULAR SESSION - CHAPTER 127 / HF 5247 CONFERENCE COMMITTEE REPORT (ARTICLES 68-71)

FEBRUARY 2024 FORECAST

\$\$\$ in thousands | Tax Revenues & Non-General Fund Items: Negative # = Revenue Reduction | Property Tax, Aids & Credits: Negative # = Spending Reduction

LINE	ITEM	EFFECTIVE DATE	CONFERENCE						
			FY 2024	FY 2025	FY 2024-25	FY 2026	FY 2027	FY 2026-27	
	GENERAL FUND TAX REVENUES:								
	INDIVIDUAL INCOME TAX								
1	Child Tax Credit - Minimum Credit Establishment	TY 25				(5,400)	(5,500)	(10,900)	
2	Interaction - Taconite Homestead Credit Increase .	Pay 25	-	-	-	40	40	80	
3	SUBTOTAL: INDIVIDUAL INCOME TAX		-	-	-	(5,360)	(5,460)	(10,820)	
	SALES & USE TAXES								
6	Moist Snuff Definition Change - Demand Elasticity Effect	7/1/2024	-	(500)	(500)	(590)	(650)	(1,240)	
7	SUBTOTAL: SALES & USE TAXES		-	(500)	(500)	(590)	(650)	(1,240)	
	OTHER TAXES								
10	Moist Snuff Definition Change - Tobacco Products Excise Tax Revenue	7/1/2024	-	2,930	2,930	3,510	3,860	7,370	
11	SUBTOTAL: OTHER TAXES		-	2,930	2,930	3,510	3,860	7,370	
13	TOTAL: TAX REVENUE/TAX POLICY		-	2,430	2,430	(2,440)	(2,250)	(4,690)	
	GENERAL FUND PROPERTY TAX AIDS & CREDITS:								
	HOMESTEAD PROPERTY TAX REFUNDS								
18	Interaction - Taconite Homestead Credit Increase	Pay 25	-	-	-	(850)	(850)	(1,700)	
19	SUBTOTAL: HOMESTEAD PROPERTY TAX REFUNDS		-	-	-	(850)	(850)	(1,700)	
	DIRECT APPROPRIATIONS								
22	Dept. of Revenue - Tax Credit Outreach Grants	7/1/2024	-	1,000	1,000	500	500	1,000	
23	Dept. of Revenue - Taxpayer Assistance Grants	7/1/2024	-	1,000	1,000	500	500	1,000	
24	Dept. of Revenue - Act Administration ¹	7/1/2024	-	4,000	4,000	-	-	-	
25	SUBTOTAL: DIRECT APPROPRIATIONS		-	6,000	6,000	1,000	1,000	2,000	

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LINE	ITEM	EFFECTIVE DATE	CONFERENCE					
			FY 2024	FY 2025	FY 2024-25	FY 2026	FY 2027	FY 2026-27
	OTHER CHANGES							
28	Property Tax Forfeiture - Purchase of Mineral Interests (Open Appropriation)	Forfeitures after	-	125	125	125	125	250
29	Property Tax Forfeiture - Payment of Minerals Interests Claims (Open Appropriation)	12/31/23	-	2,100	2,100	2,100	2,100	4,200
30	Property Tax Forfeiture - Housing Support Fund	DFE	-	450	450	450	450	900
31	Dept. of Natural Resources - Property Tax Forfeiture	7/1/2024	-	1,537	1,537	1,537	1,537	3,074
32	SUBTOTAL: OTHER CHANGES		-	4,212	4,212	4,212	4,212	8,424
34	TOTAL: TAX AIDS AND CREDITS		-	10,212	10,212	4,362	4,362	8,724
36	GENERAL FUND TOTAL: TAX POLICY, TAX AIDS & CREDITS			(7,782)	(7,782)	(6,802)	(6,612)	(13,414)
	NON-GENERAL FUND ITEMS							
	SPECIAL REVENUE FUND							
41	Housing Support Account - Transfer In	DFE	-	450	450	450	450	900
	LEGACY FUNDS							
44	Moist Snuff Definition Change - Demand Elasticity Effect	7/1/2024	-	(30)	(30)	(30)	(40)	(70)
	TACONITE ECONOMIC DEVELOPMENT FUND							
47	Transfer to City of Chisholm - David Tomassoni Bridge of Peace	DFE	-	(300)	(300)	-	-	-
	TACONITE PROPERTY TAX RELIEF ACCOUNT							
50	Taconite Homestead Credit Increase	Pay 25	-	(3,520)	(3,520)	(7,050)	(7,050)	(14,100)
	TACONITE MUNICIPAL AID ACCOUNT							
53	Increase Distribution to Range Association of Municipalities & Schools	Distribution 24	-	(98)	(98)	(65)	(66)	(131)

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			FY 2024	FY 2025	FY 2024-25	FY 2026	FY 2027	FY 2026-27
RANGE ASSOCIATION OF MUNICIPALITIES AND SCHOOLS								
56	Increase Distribution to Range Association of Municipalities & Schools	Distribution 24	-	98	98	65	66	131
TACONITE ENVIRONMENTAL PROTECTION FUND								
59	Increased Production Tax Distribution to Iron Range Schools & Comm. Develop. Account ²	Distribution 24	-	(4,900)	(4,900)	(3,270)	(3,270)	(6,540)
DOUGLAS J JOHNSON ECONOMIC PROTECTION FUND								
62	Increased Production Tax Distribution to Iron Range Schools & Comm. Develop. Account ²	Distribution 24	-	(2,450)	(2,450)	(1,630)	(1,630)	(3,260)
IRON RANGE SCHOOLS & COMMUNITY DEVELOPMENT ACCOUNT³								
65	Increased Production Tax Distribution to Iron Range Schools & Comm. Develop. Account ²	Distribution 24	-	7,350	7,350	4,900	4,900	9,800
66	2024 Production Tax Revenue Bonds Debt Service ⁴	DFE	-	-	-	(3,900)	(3,900)	(7,800)
67	2025 Production Tax Revenue Bonds Debt Service ⁴	DFE	-	-	-	-	(2,400)	(2,400)
68	SUBTOTAL: IRON RANGE SCHOOLS & COMMUNITY DEVELOPMENT ACCOUNT		-	7,350	7,350	1,000	(1,400)	(400)
70	NON-GENERAL FUND TOTAL: ALL FUNDS		-	(3,400)	(3,400)	(10,530)	(12,940)	(23,470)

1 - Appropriation available until June 30, 2027.

2 - The production tax distribution to the Iron Range Schools & Community Development Account increases from 10cpt to 24cpt from Distribution Year 2024 through Distribution Year 2032.

3 - Account formerly known as the Iron Range School Consolidation & Cooperatively Operated School Account.

4 - The Revenue Bonds Debt Service is expected to have a fiscal impact of 20 years.

2024 Conference Side-by-Side Comparison of Tax Bill

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FEBRUARY 2024 FORECAST BASELINE

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LINE	ITEM	Forecast	GOVERNOR		HOUSE		SENATE		CONFERENCE	
		FY 2022-23	FY 2024-25	FY 2026-27	FY 2024-25	FY 2026-27	FY 2024-25	FY 2026-27	FY 2024-25	FY 2026-27
	CURRENT LAW GENERAL FUND FORECAST:									
1	TAX POLICY (REVENUE) ¹	58,529,189	58,324,253	62,739,012	58,324,253	62,739,012	58,324,253	62,739,012	58,324,253	62,739,012
2	PROPERTY TAX REFUNDS, AIDS, & CREDITS (EXPENDITURES) ¹	4,622,185	5,482,116	4,649,430	5,482,116	4,649,430	5,482,116	4,649,430	5,482,116	4,649,430
3										
4	GENERAL FUND - CHANGE ITEMS:									
5	TAX POLICY		-	(19,800)	(10,271)	(32,230)	(3,279)	(9,016)	2,430	(4,690)
6	LESS GENERAL FUND PROPERTY TAX REFUNDS, AIDS, & CREDITS		46,878	(14,968)	42,729	(28,640)	47,291	(9,916)	10,212	8,724
8	TOTAL: GENERAL FUND CHANGE ITEMS		-	(19,800)	(53,000)	(3,590)	(50,570)	900	(7,782)	(13,414)
10	NON-GENERAL FUND - CHANGE ITEMS:									
11	LEGACY FUNDS		-	-	(40)	-	(30)	(70)	(30)	(70)
12	HEALTH CARE ACCESS FUND		-	-	-	-	-	-	-	-
13	SPECIAL REVENUE FUND - CHILD TAX CREDIT ACCOUNT		45,000	(19,800)	32,300	(32,300)	9,900	(9,900)	-	-
14	SPECIAL REVENUE FUND - TAX MODERNIZATION ACCOUNT		-	-	(5,000)	-	(5,000)	-	-	-
15	SPECIAL REVENUE FUND - SERVICE & RECOVERY FUND		-	-	-	-	-	-	-	-
16	SPECIAL REVENUE FUND - LOCAL SALES TAX EQUALIZATION ACCOUNT		-	-	-	-	-	-	-	-
17	SPECIAL REVENUE FUND - 2024 SALES TAX ACCOUNT		-	-	-	-	22,595	(22,595)	-	-
18	SPECIAL REVENUE FUND - HOUSING SUPPORT ACCOUNT		-	-	-	-	-	-	450	900
19	ENVIRONMENTAL FUND		-	-	1,821	-	3,252	-	-	-
20	RANGE ASSOCIATION OF MUNICIPALITIES AND SCHOOLS ACCOUNT		-	-	98	131	98	131	98	131
21	IRON RANGE SCHOOLS & COMMUNITY DEVELOPMENT ACCOUNT ²		-	-	2,750	(4,200)	2,750	(4,200)	7,350	(400)
22	TACONITE ECONOMIC DEVELOPMENT FUND		-	-	(300)	-	(300)	-	(300)	-
23	TACONITE MUNICIPAL AID ACCOUNT		-	-	(98)	(131)	(98)	(131)	(98)	(131)
24	DOUGLAS J JOHNSON ECONOMIC PROTECTION FUND		-	-	(2,750)	(6,000)	(2,750)	(6,000)	(2,450)	(3,260)
25	TACONITE ENVIRONMENTAL PROTECTION FUND		-	-	-	-	-	-	(4,900)	(6,540)
26	TACONITE PROPERTY TAX RELIEF ACCOUNT		-	-	(3,520)	(14,100)	(3,520)	(14,100)	(3,520)	(14,100)
27	SUBTOTAL: NON-GENERAL FUND CHANGE ITEMS		45,000	(19,800)	25,261	(56,600)	26,897	(56,865)	(3,400)	(23,470)

(1) General Fund state tax revenues and expenditures are based on the Minnesota Management & Budget, February 2024 Forecast

(2) Account formerly known as the Iron Range School Consolidation & Cooperatively Operated School Account

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			FY 2024-25	FY 2026-27						
	GENERAL FUND TAX REVENUES:									
	INDIVIDUAL INCOME TAX									
5247 Gomez	1 Child Tax Credit - Minimum Credit Establishment ¹	Various	-	(19,800)	-	(16,800)	-	(9,900)	-	-
5247 Gomez	2 Child Tax Credit - Minimum Credit Establishment (SW 180 Language)									(10,900)
4823 Norris	3 Child Tax Credit - Expanded Eligibility (18 year-olds)	TY25			(7,800)	(15,500)				-
4572 Greenman	4 Section 530 Exclusion	TY25			Unknown	Unknown	Unknown	Unknown		-
3327 Norris	5 Subtraction for Foreign Service Worker Pay	TY24					(10)	(20)		-
3667 Norris	6 Discharged/Coerced Debt Subtraction	TY24			(Negl.)	(Negl.)	(Negl.)	(Negl.)		-
3667 Norris	7 Discharged/Coerced Debt Renters Credit Income Definition Modification	TY24					(Negl.)	(Negl.)		-
1717 Elkins	8 Short Line Railroad Infrastructure Modernization Credit Transferability	TY23 (Retro)					-	-		-
2404 Urdahl	9 Teachers' Masters Degree Attainment Credit - Expansion to Special Education	TY24					(500)	(1,200)		-
	10 Minnesota Education Credit - Expansion for CTE Expenses/Transportation Costs	TY24					(1,800)	(3,600)		-
3914 Tabke	11 Employer Scholarship Credit - Scott County ²	TY24 - TY28					(40)	(80)		-
2433 Brand	12 Employer-Paid Tuition Credit for Aerospace Programs	TY25					(10)	(80)		-
4934 Norris	13 Limitations on Assessments	7/1/2024					-	-		-
2277 Vang	14 Beginning Farmer Tax Credit Allocation/Timing Changes	TY24			-	-				-
5198 Listegard	15 Interaction - Taconite Homestead Credit Increase				-	80	-	80		80
	16 SUBTOTAL: INDIVIDUAL INCOME TAX		-	(19,800)	(7,800)	(32,220)	(2,360)	(14,800)		(10,820)
	CORPORATE FRANCHISE TAX									
1717 Elkins	19 Short Line Railroad Infrastructure Modernization Credit Transferrability	TY23 (Retro)					-	-		-
3914 Tabke	20 Employer Scholarship Credit - Scott County	TY24 - TY28					-	-		-
2433 Brand	21 Employer-Paid Tuition Credit for Aerospace Programs	TY25					(20)	(170)		-
4463 Tabke	22 Housing Tax Credit Carryover	TY23 (Retro)			-	-				-
	23 SUBTOTAL: CORPORATE FRANCHISE TAX		-	-	-	-	(20)	(170)		-
	SALES & USE TAXES									
4929 Listegard	26 Data Centers Exemption ³	7/1/2024					-	-		-
	27 Moist Snuff Definition Change - Interaction/Demand Elasticity Effect	7/1/2024					(500)	(1,240)	(500)	(1,240)
4575 Davids	28 Exemption: Amusement Devices	10/1/2024			(Unknown)	(Unknown)				-

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			FY 2024-25	FY 2026-27	FY 2024-25	FY 2026-27	FY 2024-25	FY 2026-27	FY 2024-25	FY 2026-27	
2410	Listegard	29	Exemption: Certain Sales to Snowmobile Clubs		7/1/2024	-	-	(50)	(100)	-	-
		30	Exemption: Firearm Safety Devices		7/1/2024	-	-	(27)	(66)	-	-
4869	Niska	31	Exemption, Construction Materials - Ramsey - Trunk Water Main		1/1/23 - 6/30/27	-	-	-	-	-	-
3559	Cha	32	Exemption, Construction Materials - City of Woodbury - Water Tower ⁴		2/1/24 - 6/30/25	(650)	-	-	-	-	-
		33	SUBTOTAL: SALES & USE TAXES			-	-	(577)	(1,406)	(500)	(1,240)
			OTHER TAXES								
4575	Davids	36	Amusement Devices - Gross Receipts Tax Establishment		7/1/2024	Unknown	Unknown	-	-	-	-
3788	Hanson, J.	37	Illegal Controlled Substances Tax - Repeal		8/1/2024	(Negl.)	(10)	(Negl.)	(10)	-	-
4915	Hornstein	38	Solid Waste Management Account - Additional Onetime Distribution		7/1/2024	(1,821)	-	(3,252)	-	-	-
		39	Moist Snuff Definition Change - Tobacco Products Excise Tax Revenue		7/1/2024	-	-	2,930	7,370	2,930	7,370
		40	SUBTOTAL: OTHER TAXES			-	-	(322)	7,360	2,930	7,370
		42	TOTAL TAX REVENUES			-	(19,800)	(10,271)	(32,230)	(3,279)	(9,016)
			NON-TAX REVENUES:								
5247	Gomez	46	Transfer In from Tax Modernization Account			5,000	-	5,000	-	-	-
5247	Gomez	47	Transfer In from Child Tax Credit Account			-	19,800	-	32,300	-	9,900
		49	TOTAL NON-TAX REVENUES			-	19,800	5,000	32,300	5,000	9,900
			PROPERTY TAX AIDS & CREDITS:								
			HOMESTEAD PROPERTY TAX REFUNDS								
3667	Norris	54	Income Definition Modification - Discharged/Coerced Debt Exclusion		Pay 25	-	Negl.	-	Negl.	-	-
4728	Bahner	55	Political Contribution Refund Electronic Requirements		Contrib. after 12.31.25	-	Negl.	-	Negl.	-	-
1171	Brand	56	Interaction - Attachments & Appurtenances Clarification		AY24	-	60	-	60	-	-
4265	Norris	57	Interaction - Abatement for Land Bank Properties		DFE	-	20	-	20	-	-
4990	Davids	58	Interaction - Homestead Resort Tier Limit Increase		AY25	-	30	-	-	-	-
5247	Gomez	59	Interaction - Class 4d(2) Community Land Trusts Classification Modifications		AY24	-	(460)	-	-	-	-
5062	Sencer-Mura	60	Interaction - Tribal Property Tax Exemption (Minneapolis - Leech Lake Band of Ojibwe)		AY25	-	10	-	10	-	-

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			FY 2024-25	FY 2026-27							
4540 Kozlowski	61 Interaction - Tribal Property Tax Exemption (Cook County - Grand Portage Band of Chippewa)	AY25			-	Negl.	-	Negl.	-	-	
SF4216 Weber	62 Interaction - Exemption for Properties Used by Nonprofits for Grazing	Pay 25					-	Negl.	-	-	
5198 Lislegard	63 Interaction - Taconite Homestead Credit Increase	Pay 25			-	(1,700)	-	(1,700)	-	(1,700)	
3505 Knudsen	64 Interaction - Disabled Vets. Mkt. Value Exclusion Increase - Qualifying Homesteads	AY24			-	(2,830)	-	-	-	-	
3505 Knudsen	65 Interaction - Disabled Vets. Mkt. Value Exclusion Increase - Other Homesteads	AY24			-	1,190	-	-	-	-	
1342 Elkins	66 Interaction - Land Value Taxation District Establishment	Pay 25			-	Unknown			-	-	
SF4828 Putnam	67 Interaction - Agricultural Property Classification Modification for Market Farms	AY25					-	Negl.	-	-	
	68 SUBTOTAL: HOMESTEAD PROPERTY TAX REFUNDS			60	-	(3,680)	-	(1,610)	-	(1,700)	
	SCHOOL BUILDING BOND AGRICULTURAL CREDIT										
4540 Kozlowski	71 Interaction - Tribal Property Tax Exemption (Cook County - Grand Portage Band of Chippewa)	AY25			-	(Negl.)	-	(Negl.)	-	-	
SF4828 Putnam	72 Interaction - Agricultural Property Classification Modification for Market Farms	AY25					-	Negl.	-	-	
	73 SUBTOTAL: SCHOOL BUILDING BOND AGRICULTURAL CREDIT			-	-	-	-	-	-	-	
	AGRICULTURAL HOMESTEAD MARKET VALUE CREDIT										
SF4828 Putnam	76 Interaction - Agricultural Property Classification Modification for Market Farms	AY25					-	Negl.	-	-	
	77 SUBTOTAL: AGRICULTURAL HOMESTEAD MARKET VALUE CREDIT			-	-	-	-	-	-	-	
	LOCAL GOVERNMENT AIDS										
5247 Gomez	80 Local Homeless Prevention Aid - Onetime Increase - Counties	Pay 24				4,400	-		-	-	
5247 Gomez	81 Local Homeless Prevention Aid - Onetime Increase - Tribal Governments	Pay 24				600	-		-	-	
5247 Gomez	82 Local Homeless Prevention Aid - Repeal MS477A.30 (Aid Expiration in Pay 28) ⁵	Pay 28				-	-		-	-	
SF5234 Rest	83 Tribal Nation Aid Payment Shift + Appropriation	Various		-	-			-	-	-	
5075 Lee	84 Emerald Ash Borer Aid	DFE				1,000	-		-	-	
SF5234 Rest	85 Local Government Aid - 2025 Payment Shift	Pay 25						2,179	(2,179)	-	
3757 Hauschild	86 Township Aid - Onetime Increase	Pay 24						2,000	-	-	
4422 Hauschild	87 Soil & Water Conservation District Aid - Onetime Increase	Pay 24						2,000	-	-	
	88 SUBTOTAL: LOCAL GOVERNMENT AIDS			-	-	6,000	-	6,179	(2,179)	-	

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			FY 2024-25	FY 2026-27						
	OTHER PROPERTY TAX, AIDS & CREDITS CHANGES									
4301 Gomez	91 Tribal Property Tax Exemption (Minneapolis - Red Lake Nation) - Onetime Payment	DFE			122	-	122	-	-	-
5177 Gillman	92 2023 LGA Penalty Forgiveness - City of Stewart	DFE			-	-	-	-	-	-
5247 Gomez	93 Public Charity Exemption Modification for Rental Housing	Pay 25			-	-	-	-	-	-
SF4186 Gustafson	94 Public Safety Aid Reporting Requirements	DFE								
	95 Class 4(d) Eligibility Modifications	AY25								
SF4875 Mitchell	96 Maintenance of Effort Requirement for Affordable Housing Aid	Pay 24								
4826 Robins	97 Advanced Property Tax Refund for Seniors	Pay 26			-	-	-	-	-	-
	98 Property Tax Forfeiture - Housing Support Fund	DFE							450	900
4822 Feist	99 Property Tax Forfeiture - Purchase of Mineral Interests	Forfeitures after							125	250
4822 Feist	100 Property Tax Forfeiture - Payment of Mineral Interest Claims	12/31/2023							2,100	4,200
	101 SUBTOTAL: OTHER PROPERTY TAX, AIDS, & CREDITS CHANGES				122	-	122	-	2,675	5,350
	GRANTS TO LOCAL GOVERNMENTS									
4892 Wiener	104 Browerville Public Schools - Roof Collapse Mediation	7/1/2024			580	-			-	-
2436 Hansen	105 City of South Saint Paul - Planning and Development Costs	DFE			100	-	250	-	-	-
4648 Koegel	106 Anoka County Soil & Water Conservation District - No Purpose Specified	DFE			50	-			-	-
	107 SUBTOTAL: GRANTS TO LOCAL GOVERNMENTS				730	-	250	-	-	-
	DIRECT APPROPRIATIONS									
4826 Robins	110 Dept. of Revenue - Advanced Property Tax Refund for Seniors	7/1/2024			158	234			-	-
4728 Bahner	111 Dept. of Revenue - Political Contribution Refund Electronic Requirements	7/1/2024			147	118	147	118	-	-
4830 Gomez	112 Dept. of Revenue - Direct Free File System	7/1/2024			5,000	2,300			-	-
4831 Gomez	113 Dept. of Revenue - Tax Credit Outreach Grants	7/1/2024			1,237	2,566	1,000	2,089	1,000	1,000
4831 Gomez	114 Dept. of Revenue - Taxpayer Assistance Grants	7/1/2024			750	1,500	750	1,500	1,000	1,000
4535 Gomez	115 Dept. of Revenue - Corporate Tax Base Erosion Study	7/1/2024			655	-			-	-
4513 Gomez	116 Dept. of Revenue - Corporate Franchise Tax Information Disclosure	7/1/2024			480	396			-	-
5247 Gomez	117 Dept. of Revenue - Administration of Minimum/Advanced Child Tax Credit	7/1/2024	1,878	4,772					-	-
	118 Dept. of Revenue - Administration	7/1/2024							4,000	-
1717 Elkins	119 MNDOT - Short Line Railroad Infrastructure Modernization Credit Transferability	7/1/2024					33	66	-	-
5335 Gomez	120 Office of the State Auditor - Local Sales Tax Task Force Recommendations Implementation	7/1/2024			150	226			-	-

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			FY 2024-25	FY 2026-27	FY 2024-25	FY 2026-27	FY 2024-25	FY 2026-27	FY 2024-25	FY 2026-27			
4822	Fiest	121	Dept. of Natural Resources - Property Tax Forfeiture Administration		7/1/2024					1,537	3,074		
		122	SUBTOTAL: DIRECT APPROPRIATIONS			1,878	4,772	8,577	7,340	1,930	3,773	7,537	5,074
			LOCAL TAXES CHANGES										
3414	Coulter	125	Accommodation Intermediaries Lodging Tax Modifications		7/1/2024			-	-			-	-
3715	Agbaje	126	Downtown Minneapolis Tax Modifications		10/1/2024							-	-
		128	TRANSFER: General Fund -> 2024 Sales Tax Refund Account		DFE					33,910	-	-	-
		130	TRANSFER: General Fund -> Child Tax Credit Account			45,000	-	32,300	-	9,900	-	-	-
5248	Gomez	132	Public Finance Modifications		Various					-	-	-	-
		134	TOTAL TAX AIDS AND CREDITS			46,878	4,832	47,729	3,660	52,291	(16)	10,212	8,724
			NON-GENERAL FUND ITEMS										
			SPECIAL REVENUE FUND - 2024 SALES TAX REFUND ACCOUNT										
		140	Transfer In from General Fund							33,910	-	-	-
4840	Schomacker	141	Exemption, Construction Materials - Adrian ISD - Various Projects		4/1/24 - 8/31/25					(Negl.)	(Negl.)	-	-
3630	Bierman	142	Exemption, Construction Materials - Apple Valley - Central Maintenance Facility		3/1/24 - 6/30/28					(180)	(360)	-	-
3218	Mekeland	143	Exemption, Construction Materials - Becker ISD - Various Projects		1/1/22 - 12/31/25					(1,180)	-	-	-
4897	Mekeland	144	Exemption, Construction Materials - Big Lake ISD - Various Projects		1/1/22 - 12/31/24					(780)	-	-	-
4892	Weiner	145	Exemption, Construction Materials - Browerville ISD - Various Projects		1/1/24 - 12/31/25					-	(580)	-	-
4674	Berg	146	Exemption, Construction Materials - Burnsville - City Hall		1/1/25 - 6/30/28					-	(760)	-	-
3716	Swedzinski	147	Exemption, Construction Materials - Canby ISD - Various Projects		1/1/24 - 12/31/25					-	(860)	-	-
4381	Bliss	148	Exemption, Construction Materials - Cass Lake-Bena ISD - Various Projects		7/1/23 - 9/30/25					(490)	(490)	-	-
4527	Rehm	149	Exemption, Construction Materials - Chanhassen - Sports Complex		9/1/25 - 9/30/26					-	(1,480)	-	-
3482	Feist	150	Exemption, Construction Materials - Columbia Heights - City Hall		9/1/21 - 3/31/24					(220)	-	-	-
3690	McDonald	151	Exemption, Construction Materials - Delano - Ice Rink		12/1/23 - 12/31/25					-	(310)	-	-
4476	Edelson	152	Exemption, Construction Materials - Edina - Parks Projects		1/1/24 - 6/30/28					(290)	(580)	-	-
4840	Schomacker	153	Exemption, Construction Materials - Ellsworth ISD - Various Projects		1/1/25 - 9/30/25					(80)	(80)	-	-
3340	Davis	154	Exemption, Construction Materials - Grand Rapids - IRA Civic Center		7/1/21 - 6/30/24					(580)	-	-	-
4840	Schomacker	155	Exemption, Construction Materials - Heron Lake-Okabena ISD - Various Projects		6/1/24 - 12/31/24					(100)	-	-	-

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LINE	ITEM	EFFECTIVE DATE	GOVERNOR		HOUSE		SENATE		CONFERENCE		
			FY 2024-25	FY 2026-27	FY 2024-25	FY 2026-27	FY 2024-25	FY 2026-27	FY 2024-25	FY 2026-27	
4840	Schomacker	156	Exemption, Construction Materials - Hills-Beaver Creek ISD - Various Projects		3/1/24 - 12/31/25			(440)	(440)	-	-
5118	Igo	157	Exemption, Construction Materials - Itasca County - Courthouse		5/1/21 - 12/31/24			(470)	-	-	-
3806	Skraba	158	Exemption, Construction Materials - Lake Superior ISD - Various Projects		1/1/23 - 12/31/25			-	(1,320)	-	-
4919	Pfarr	159	Exemption, Construction Materials - LeSeuer-Henderson ISD - Various Projects		6/1/23 - 12/31/24			-	(930)	-	-
4840	Schomacker	160	Exemption, Construction Materials - Martin County West ISD - Various Projects		10/1/25 - 12/31/26			-	(2,280)	-	-
3382	Feist	161	Exemption, Construction Materials - Plymouth - City Center Revitalization		1/1/24 - 6/30/28			(130)	(490)	-	-
		162	Exemption, Construction Materials - Rochester - Sports Complex		7/1/23 - 6/30/28			-	(1,320)	-	-
4840	Schomacker	163	Exemption, Construction Materials - Round Lake-Brewster ISD - Various Projects		1/1/24 - 8/31/26			(290)	(580)	-	-
4840	Schomacker	164	Exemption, Construction Materials - Russell Tyler Rutherford ISD - Various Projects		1/1/20 - 12/31/23			(1,590)	-	-	-
3696	Koegel	165	Exemption, Construction Materials - Spring Lake Park - City Hall		1/1/24 - 12/31/25			(180)	(180)	-	-
4918	Pfarr	166	Exemption, Construction Materials - St. Clair ISD - Various Projects		11/1/21 - 10/31/25			(175)	(175)	-	-
3716	Swedzinski	167	Exemption, Construction Materials - Tracy ISD - Various Projects		1/1/23 - 12/31/24			(650)	-	-	-
3728	Harder	168	Exemption, Construction Materials - Watertown - Water Tower		5/1/24 - 2/1/26			(70)	(70)	-	-
4840	Schomacker	169	Exemption, Construction Materials - Windom ISD - Various Projects		7/1/24 - 12/31/26			(290)	(580)	-	-
3559	Cha	170	Exemption, Construction Materials - City of Woodbury - Water Tower		2/1/24 - 6/30/28			(690)	(1,380)	-	-
4840	Schomacker	171	Exemption, Construction Materials - Worthington ISD - Various Projects		5/1/20 - 12/31/27			(1,420)	(1,420)	-	-
5083	Kozlowski	172	Exemption, Construction Materials - Housing Development Projects in Duluth & Ely		1/1/24 - 6/30/26			-	(3,890)	-	-
		173	Exemption: Construction Materials - Private Redevelopment in St. Cloud		6/1/24 - 5/31/26			(1,020)	(2,040)	-	-
		174	SUBTOTAL: 2024 SALES TAX REFUND ACCOUNT					22,595	(22,595)	-	-
			LEGACY FUNDS								
		177	Exemption, Construction Materials - City of Woodbury - Water Tower		2/1/24 - 12/31/28			(40)	-	-	-
4575	Davids	178	Exemption: Amusement Devices		10/1/2024			(Unknown)	(Unknown)	-	-
4575	Davids	179	Amusement Devices - Gross Receipts Tax Establishment		7/1/2024			Unknown	Unknown	-	-
		180	Moist Snuff Definition Change - Demand Elasticity Effect		7/1/2024			(30)	(70)	(30)	(70)
2410	Lislegard	181	Exemption: Certain Sales to Snowmobile Clubs		7/1/2024			(Negl.)	(Negl.)	-	-
		182	Exemption: Firearm Safety Devices		7/1/2024			(Negl.)	(Negl.)	-	-
		183	SUBTOTAL: LEGACY FUNDS					(30)	(70)	(30)	(70)
			HEALTH CARE ACCESS FUND								
5472	Gomez	186	Research Credit - Fixed Rate of 0.5% of Revenues for Patient Services		DFE			-	-	-	-

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LINE	ITEM	EFFECTIVE DATE	GOVERNOR		HOUSE		SENATE		CONFERENCE		
			FY 2024-25	FY 2026-27	FY 2024-25	FY 2026-27	FY 2024-25	FY 2026-27	FY 2024-25	FY 2026-27	
	SPECIAL REVENUE FUND - CHILD TAX CREDIT ACCOUNT										
5472 Gomez	189	Transfer In - Child Tax Credit Minimum Credit	45,000	-	32,300	-	9,900	-	-	-	
5472 Gomez	190	Transfer Out - Child Tax Credit Minimum Credit	-	(19,800)	-	(32,300)	-	(9,900)	-	-	
	191	SUBTOTAL: CHILD TAX CREDIT ACCOUNT	45,000	(19,800)	32,300	(32,300)	9,900	(9,900)	-	-	
	SPECIAL REVENUE FUND - SERVICE & RECOVERY FUND ACCOUNT										
5335 Gomez	194	Local Sales Tax Authorization, Transfer In - 1 percent dedication		DFE	-	-	-	-	-	-	
	195	SUBTOTAL: SERVICE & RECOVERY ACCOUNT - DOR & OSA	-	-	-	-	-	-	-	-	
	SPECIAL REVENUE FUND - LOCAL SALES TAX EQUALIZATION ACCOUNT										
5335 Gomez	198	Local Sales Tax Authorization, Transfer In - 15/20 percent dedication		DFE	-	-	-	-	-	-	
	199	SUBTOTAL: LOCAL SALES TAX EQUALIZATION ACCOUNT	-	-	-	-	-	-	-	-	
	SPECIAL REVENUE FUND - TAX MODERNIZATION ACCOUNT										
5247 Gomez	202	Transfer Out / Repeal		7/1/24-7/2/24	(5,000)	(Repealed)	(5,000)	(Repealed)	-	-	
	SPECIAL REVENUE FUND										
	206	Housing Support Account - Transfer In from General Fund		DFE	-	-	-	-	450	900	
	207	SUBTOTAL: HOUSING SUPPORT FUND	-	-	-	-	-	-	450	900	
	ENVIRONMENTAL FUND										
	210	Solid Waste Management Account - Additional Onetime Distribution		7/1/2024	1,821	-	3,252	-	-	-	
	TACONITE ECONOMIC DEVELOPMENT FUND										
	213	Transfer to City of Chisholm - David Tomassoni Bridge of Peace		DFE	(300)	-	(300)	-	(300)	-	
	TACONITE PROPERTY TAX RELIEF ACCOUNT										
	216	Taconite Homestead Credit Increase		Pay 25	(3,520)	(14,100)	(3,520)	(14,100)	(3,520)	(14,100)	
	TACONITE MUNICIPAL AID ACCOUNT										
	219	Increase Distribution to Range Association of Municipalities & Schools		Distribution 24	(98)	(131)	(98)	(131)	(98)	(131)	
	RANGE ASSOCIATION OF MUNICIPALITIES AND SCHOOLS										
	222	Increase Distribution to Range Association of Municipalities & Schools		Distribution 24	98	131	98	131	98	131	

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LINE	ITEM	EFFECTIVE DATE	GOVERNOR		HOUSE		SENATE		CONFERENCE	
			FY 2024-25	FY 2026-27	FY 2024-25	FY 2026-27	FY 2024-25	FY 2026-27	FY 2024-25	FY 2026-27
	TACONITE ENVIRONMENTAL PROTECTION FUND									
225	Increased Prod. Tax Dist. to Iron Range Schools & Comm. Develop. Account ⁹	DFE			-	-	-	-	(4,900)	(6,540)
	DOUGLAS J JOHNSON ECONOMIC PROTECTION FUND									
228	Increase Transfer to School and Development Account ⁶	Distribution 24			(2,750)	(6,000)	(2,750)	(6,000)		
229	Increased Prod. Tax Dist. to Iron Range Schools & Comm. Develop. Account ⁹	DFE			-	-	-	-	(2,450)	(3,260)
	SUBTOTAL: DOUGLAS J JOHNSON ECONOMIC PROTECTION FUND				(2,750)	(6,000)	(2,750)	(6,000)	(2,450)	(3,260)
	IRON RANGE SCHOOLS & COMMUNITY DEVELOPMENT ACCOUNT⁸									
233	Increased Distribution from Douglas J Johnson Economic Protection Fund ⁶	Distribution 24			2,750	6,000	2,750	6,000		
234	Increased Prod. Tax Dist. to Iron Range Schools & Comm. Develop. Account ⁹	DFE			-	-	-	-	7,350	9,800
235	2024 Production Tax Revenue Bonds Debt Service ⁷	DFE			-	(7,800)	-	(7,800)	-	(7,800)
236	2025 Production Tax Revenue Bonds Debt Service ⁷	DFE			-	(2,400)	-	(2,400)	-	(2,400)
237	SUBTOTAL: IRON RANGE SCHOOLS & COMMUNITY DEVELOPMENT ACCOUNT⁸				2,750	(4,200)	2,750	(4,200)	7,350	(400)

Tax Policy Section Footnotes

¹ This House Child Tax Credit provision is estimated to have a revenue reduction (cost) to the general fund in FY 2028 and thereafter.

² This credit is contingent on an appropriation in the Senate Jobs and Economic Development Budget bill, SF 5289.

³ The fiscal impact of this provision is affected by the extension of the sunset from 2042 to 2050.

⁴ A similar exemption is also contained in the Senate tax bill, HF5247-1UE, and funded from a Sales Tax Refund special revenue account.

Property Tax, Aids and Credits & Non General Section Fund Footnotes

⁵ The fiscal impact of this repeal is a cost to the general fund of \$20M starting in FY30 and on-going.

⁶ The distribution increase via transfer will continue with the \$3M increase until FY2029. For FY2030-2034, the increase will be \$2M. For FY2035-2036, the increase will be \$1.5M. Starting in FY 2037, the transfer will revert to the base amount of \$3.5M.

⁷ The Revenue Bonds Debt Service is expected to have a fiscal impact of 20 years.

⁸ Account formerly known as the Iron Range School Consolidation & Cooperatively Operated School Account.

⁹ The production tax distribution to the Iron Range Schools & Community Development Account increases from 10cpt to 24cpt from Distribution Year 2024 through Distribution Year 2032.