

SENATE
STATE OF MINNESOTA
NINETY-THIRD SESSION

S.F. No. 306

(SENATE AUTHORS: FARNSWORTH, Rest and Hauschild)

DATE	D-PG	OFFICIAL STATUS
01/17/2023	196	Introduction and first reading Referred to Taxes
01/19/2023	310	Author added Rest
03/13/2023	1701	Author added Hauschild

1.1 A bill for an act

1.2 relating to taxation; local government aid; modifying the sparsity factor in the city

1.3 aid formula; amending Minnesota Statutes 2022, section 477A.011, subdivision

1.4 45.

1.5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

1.6 Section 1. Minnesota Statutes 2022, section 477A.011, subdivision 45, is amended to

1.7 read:

1.8 Subd. 45. **Sparsity adjustment.** The sparsity adjustment is 200 for:

1.9 (1) a city with a population of 10,000 or more, ~~the sparsity adjustment is 100 for any~~

1.10 ~~city with~~ and an average population density less than 150 per square mile, according to the

1.11 most recent federal census. ~~For; and~~

1.12 (2) a city with a population less than 10,000, ~~the sparsity adjustment is 200 for any city~~

1.13 ~~with~~ and an average population density less than 30 per square mile, according to the most

1.14 recent federal census.

1.15 The sparsity adjustment is zero for all other cities.

1.16 **EFFECTIVE DATE.** This section is effective for aids payable in calendar year 2024

1.17 and thereafter.