

H. F. No. **1310**

- 2.1 (1) an erroneous report of taxable value by a local official;
- 2.2 (2) an erroneous calculation by the commissioner; and
- 2.3 (3) an increase or decrease in taxable value for commercial-industrial or seasonal
- 2.4 residential recreational property reported on the abstracts of tax lists submitted under section
- 2.5 275.29 that was not reported on the abstracts of assessment submitted under section 270C.89
- 2.6 for the same year.

2.7 The commissioner may, but need not, make adjustments if the total difference in the tax

2.8 levied for the year would be less than \$100,000.

2.9 **EFFECTIVE DATE.** This section is effective beginning with taxes payable in 2018.

2.10 Sec. 2. Minnesota Statutes 2016, section 275.025, subdivision 2, is amended to read:

2.11 Subd. 2. **Commercial-industrial tax capacity.** For the purposes of this section,

2.12 "commercial-industrial tax capacity" means the tax capacity of all taxable property classified

2.13 as class 3 or class 5(1) under section 273.13, ~~except for~~ excluding:

2.14 (1) the first \$100,000 of market value of each parcel of commercial-industrial net tax

2.15 capacity, as defined under section 273.13, subdivision 24, clauses (1) and (2);

2.16 (2) electric generation attached machinery under class 3; and

2.17 (3) property described in section 473.625.

2.18 County commercial-industrial tax capacity amounts are not adjusted for the captured

2.19 net tax capacity of a tax increment financing district under section 469.177, subdivision 2,

2.20 the net tax capacity of transmission lines deducted from a local government's total net tax

2.21 capacity under section 273.425, or fiscal disparities contribution and distribution net tax

2.22 capacities under chapter 276A or 473F. For the purposes of this subdivision, the procedures

2.23 for determining eligibility for tier 1 under section 273.13, subdivision 24, clauses (1) and

2.24 (2), apply in determining the portion of a property eligible to be considered within the first

2.25 \$100,000 of market value.

2.26 **EFFECTIVE DATE.** This section is effective beginning with taxes payable in 2018.