

SENATE

STATE OF MINNESOTA

EIGHTY-NINTH SESSION

S.F. No. 2949

(SENATE AUTHORS: FRANZEN)

| DATE       | D-PG | OFFICIAL STATUS                                     |
|------------|------|---|
| 03/17/2016 | 5120 | Introduction and first reading<br>Referred to Taxes |

1.1

A bill for an act

1.2

relating to taxation; property; phasing out the state general levy on seasonal

1.3

recreational property over five years; amending Minnesota Statutes 2014, section

1.4

275.025, subdivision 4.

1.5

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

1.6

Section 1. Minnesota Statutes 2014, section 275.025, subdivision 4, is amended to read:

1.7

Subd. 4. **Apportionment and levy of state general tax.** ~~Ninety-five~~ For taxes

1.8

payable in 2016, 96 percent of the state general tax must be levied by applying a uniform

1.9

rate to all commercial-industrial tax capacity and ~~five~~ four percent of the state general tax

1.10

must be levied by applying a uniform rate to all seasonal residential recreational tax

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capacity. In each subsequent year, the portion to be levied on commercial-industrial

1.12

tax capacity will be increased by one percentage point each year, and the portion to be

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levied on seasonal-recreational tax capacity will be reduced by one percentage point each

1.14

year, until the entire amount is levied on commercial-industrial net tax capacity for taxes

1.15

payable in 2020 and thereafter. On or before October 1 each year, the commissioner of

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revenue shall certify the preliminary state general levy rates to each county auditor that

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must be used to prepare the notices of proposed property taxes for taxes payable in the

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following year. By January 1 of each year, the commissioner shall certify the final state

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general levy rate to each county auditor that shall be used in spreading taxes.

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**EFFECTIVE DATE.** This section is effective beginning with taxes payable in 2016.