

This Document can be made available in alternative formats upon request

State of Minnesota

HOUSE OF REPRESENTATIVES

NINETY-THIRD SESSION

H. F. No. 845

01/25/2023 Authored by Daniels
The bill was read for the first time and referred to the Committee on Education Finance

1.1 A bill for an act
1.2 relating to education finance; requiring information about local optional revenue
1.3 on the referendum ballot; amending Minnesota Statutes 2022, section 126C.17,
1.4 subdivision 9.

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

1.6 Section 1. Minnesota Statutes 2022, section 126C.17, subdivision 9, is amended to read:

1.7 Subd. 9. Referendum revenue. (a) The revenue authorized by section 126C.10,
1.8 subdivision 1, may be increased in the amount approved by the voters of the district at a
1.9 referendum called for the purpose. The referendum may be called by the board. The
1.10 referendum must be conducted one or two calendar years before the increased levy authority,
1.11 if approved, first becomes payable. Only one election to approve an increase may be held
1.12 in a calendar year. Unless the referendum is conducted by mail under subdivision 11,
1.13 paragraph (a), the referendum must be held on the first Tuesday after the first Monday in
1.14 November. The ballot must state the maximum amount of the increased revenue per adjusted
1.15 pupil unit. The ballot must separately state the district's existing amounts of referendum
1.16 revenue authority and local optional revenue per adjusted pupil unit. The ballot may state
1.17 a schedule, determined by the board, of increased revenue per adjusted pupil unit that differs
1.18 from year to year over the number of years for which the increased revenue is authorized
1.19 or may state that the amount shall increase annually by the rate of inflation. For this purpose,
1.20 the rate of inflation shall be the annual inflationary increase calculated under subdivision
1.21 2, paragraph (b). The ballot may state that existing referendum levy authority is expiring.
1.22 In this case, the ballot may also compare the proposed levy authority to the existing expiring
1.23 levy authority, and express the proposed increase as the amount, if any, over the expiring
1.24 referendum levy authority. The ballot must designate the specific number of years, not to

2.1 exceed ten, for which the referendum authorization applies. The ballot, including a ballot
2.2 on the question to revoke or reduce the increased revenue amount under paragraph (c), must
2.3 abbreviate the term "per adjusted pupil unit" as "per pupil." The notice required under section
2.4 275.60 may be modified to read, in cases of renewing existing levies at the same amount
2.5 per pupil as in the previous year:

2.6 "BY VOTING "YES" ON THIS BALLOT QUESTION, YOU ARE VOTING TO
2.7 EXTEND AN EXISTING PROPERTY TAX REFERENDUM THAT IS SCHEDULED
2.8 TO EXPIRE."

2.9 The ballot may contain a textual portion with the information required in this subdivision
2.10 and a question stating substantially the following:

2.11 "Shall the increase in the revenue proposed by (petition to) the board of, School
2.12 District No. ..., be approved?"

2.13 If approved, an amount equal to the approved revenue per adjusted pupil unit times the
2.14 adjusted pupil units for the school year beginning in the year after the levy is certified shall
2.15 be authorized for certification for the number of years approved, if applicable, or until
2.16 revoked or reduced by the voters of the district at a subsequent referendum.

2.17 (b) The board must deliver by mail at least 15 days but no more than 45 days before the
2.18 day of the referendum to each taxpayer a notice of the referendum and the proposed revenue
2.19 increase. The notice must also list the district's existing amounts of referendum revenue
2.20 authority and local optional revenue per adjusted pupil unit. The board need not mail more
2.21 than one notice to any taxpayer. For the purpose of giving mailed notice under this
2.22 subdivision, owners must be those shown to be owners on the records of the county auditor
2.23 or, in any county where tax statements are mailed by the county treasurer, on the records
2.24 of the county treasurer. Every property owner whose name does not appear on the records
2.25 of the county auditor or the county treasurer is deemed to have waived this mailed notice
2.26 unless the owner has requested in writing that the county auditor or county treasurer, as the
2.27 case may be, include the name on the records for this purpose. The notice must project the
2.28 anticipated amount of tax increase in annual dollars for typical residential homesteads,
2.29 agricultural homesteads, apartments, and commercial-industrial property within the school
2.30 district.

2.31 The notice for a referendum may state that an existing referendum levy is expiring and
2.32 project the anticipated amount of increase over the existing referendum levy in the first
2.33 year, if any, in annual dollars for typical residential homesteads, agricultural homesteads,
2.34 apartments, and commercial-industrial property within the district.

3.1 The notice must include the following statement: "Passage of this referendum will result
3.2 in an increase in your property taxes." However, in cases of renewing existing levies, the
3.3 notice may include the following statement: "Passage of this referendum extends an existing
3.4 operating referendum at the same amount per pupil as in the previous year."

3.5 (c) A referendum on the question of revoking or reducing the increased revenue amount
3.6 authorized pursuant to paragraph (a) may be called by the board. A referendum to revoke
3.7 or reduce the revenue amount must state the amount per adjusted pupil unit by which the
3.8 authority is to be reduced. Revenue authority approved by the voters of the district pursuant
3.9 to paragraph (a) must be available to the school district at least once before it is subject to
3.10 a referendum on its revocation or reduction for subsequent years. Only one revocation or
3.11 reduction referendum may be held to revoke or reduce referendum revenue for any specific
3.12 year and for years thereafter.

3.13 (d) The approval of 50 percent plus one of those voting on the question is required to
3.14 pass a referendum authorized by this subdivision.

3.15 (e) At least 15 days before the day of the referendum, the district must submit a copy of
3.16 the notice required under paragraph (b) to the commissioner and to the county auditor of
3.17 each county in which the district is located. Within 15 days after the results of the referendum
3.18 have been certified by the board, or in the case of a recount, the certification of the results
3.19 of the recount by the canvassing board, the district must notify the commissioner of the
3.20 results of the referendum.

3.21 **EFFECTIVE DATE.** This section is effective for elections conducted on or after July
3.22 1, 2023.