

SENATE  
STATE OF MINNESOTA  
NINETY-FOURTH SESSION

S.F. No. 4998

(SENATE AUTHORS: MILLER and Rest)

DATE	D-PG	OFFICIAL STATUS
04/07/2026	7916	Introduction and first reading Referred to Taxes
04/09/2026	7946	Author added Rest

1.1 A bill for an act

1.2 relating to taxation; local government aids; requiring payment of disparity reduction

1.3 aid to jurisdictions in Fillmore County; appropriating money.

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

1.5 Section 1. FILLMORE COUNTY DISPARITY REDUCTION AID PAYMENTS.

1.6 (a) Notwithstanding Minnesota Statutes, section 273.1398, the 2027 disparity reduction

1.7 aid payments for jurisdictions located in Fillmore County must include the 2024 and 2025

1.8 disparity reduction aid amounts that were not paid to the jurisdictions in those years. The

1.9 2024 and 2025 amounts are in addition to any aid determined for 2027, except that these

1.10 amounts cannot reduce any jurisdiction's levy in 2027 to less than \$0.

1.11 (b) The commissioner of revenue must include the 2024 and 2025 disparity reduction

1.12 aid payments along with the certification for disparity reduction aid paid in 2027, pursuant

1.13 to Minnesota Statutes, section 273.1398, subdivision 6. The commissioner of revenue must

1.14 include the additional amounts from 2024 and 2025 in the payments for aid payable in 2027

1.15 to each affected local government, other than school districts. The commissioner of education

1.16 must include the additional amounts from 2024 and 2025 in the payment to school districts

1.17 for aid payable in 2027. No later than June 30, 2027, the commissioner of revenue and the

1.18 commissioner of education must deposit to the general fund any unspent funds appropriated

1.19 under this section.

1.20 (c) The appropriations to the commissioner of revenue and the commissioner of education

1.21 for disparity reduction aid payable in 2025 are canceled and must be returned to the general

1.22 fund.

- 2.1 (d) \$530,358 in fiscal year 2028 is appropriated from the general fund to the commissioner
- 2.2 of revenue for payments under this section to counties, cities, towns, and special taxing
- 2.3 districts. \$482,868 in fiscal year 2028 is appropriated from the general fund to the
- 2.4 commissioner of education for payments under this section to school districts, intermediate
- 2.5 school districts, or any group of school districts levying as a single taxing entity.
- 2.6 **EFFECTIVE DATE.** This section is effective the day following final enactment.