

SENATE
STATE OF MINNESOTA
NINETY-FIRST SESSION

S.F. No. 548

(SENATE AUTHORS: RUUD)

DATE
01/28/2019

D-PG

181 Introduction and first reading
Referred to Taxes

OFFICIAL STATUS

- 1.1 A bill for an act
- 1.2 relating to taxation; modifying state general tax market value exclusion; amending
- 1.3 Minnesota Statutes 2018, section 275.025, subdivision 2.
- 1.4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:
- 1.5 Section 1. Minnesota Statutes 2018, section 275.025, subdivision 2, is amended to read:
- 1.6 Subd. 2. **Commercial-industrial tax capacity.** For the purposes of this section,
- 1.7 "commercial-industrial tax capacity" means the tax capacity of all taxable property classified
- 1.8 as class 3 or class 5(1) under section 273.13, excluding:
- 1.9 (1) the tax capacity attributable to the first ~~\$100,000~~ \$500,000 of market value of each
- 1.10 parcel of commercial-industrial property as defined under section 273.13, subdivision 24,
- 1.11 clauses (1) and (2);
- 1.12 (2) electric generation attached machinery under class 3; and
- 1.13 (3) property described in section 473.625.
- 1.14 County commercial-industrial tax capacity amounts are not adjusted for the captured
- 1.15 net tax capacity of a tax increment financing district under section 469.177, subdivision 2,
- 1.16 the net tax capacity of transmission lines deducted from a local government's total net tax
- 1.17 capacity under section 273.425, or fiscal disparities contribution and distribution net tax
- 1.18 capacities under chapter 276A or 473F. For purposes of this subdivision, the procedures
- 1.19 for determining eligibility for tier 1 under section 273.13, subdivision 24, clauses (1) and
- 1.20 (2), shall apply in determining the portion of a property eligible to be considered within the
- 1.21 first ~~\$100,000~~ \$500,000 of market value.
- 1.22 **EFFECTIVE DATE.** This section is effective for taxes payable in 2020 and thereafter.