

State of Minnesota

## H. F. No. 413

for the purpose of replacing wetland losses caused by transportation projects, but only if the county contains more than 500 acres of such land at the time the certification is made under subdivision 2.

**EFFECTIVE DATE.** This section is effective retroactively for aids payable in calendar year 2012 and thereafter.

Sec. 2. **[477A.135] INFLATION ADJUSTMENT.**

In 2012 and each year thereafter, the amounts required to be adjusted for inflation in sections 477A.12 and 477A.14, shall be increased to an amount equal to the amount before the inflation adjustment multiplied by one plus the percentage increase in the implicit price deflator for government consumption expenditures and gross investment for state and local governments prepared by the Bureau of Economic Analysis of the United States Department of Commerce for the period starting with the first quarter of 2011, and ending with the third quarter of the calendar year prior to the year in which aid is paid. These adjusted amounts must be rounded to the nearest one-tenth of a cent.

**EFFECTIVE DATE.** This section is effective retroactively for aids payable in calendar year 2012 and thereafter.

Sec. 3. Minnesota Statutes 2012, section 477A.14, subdivision 1, is amended to read:

Subdivision 1. **General distribution.** Except as provided in subdivision 2 or in section 97A.061, subdivision 5, 40 percent of the total payment to the county shall be deposited in the county general revenue fund to be used to provide property tax levy reduction. The remainder shall be distributed by the county in the following priority:

(a) 64.2 cents, as adjusted for inflation under section 477A.135, for each acre of county-administered other natural resources land shall be deposited in a resource development fund to be created within the county treasury for use in resource development, forest management, game and fish habitat improvement, and recreational development and maintenance of county-administered other natural resources land. Any county receiving less than \$5,000 annually for the resource development fund may elect to deposit that amount in the county general revenue fund;

(b) from the funds remaining, within 30 days of receipt of the payment to the county, the county treasurer shall pay each organized township 51.3 cents, as adjusted for inflation under section 477A.135, for each acre of acquired natural resources land and each acre of land described in section 477A.12, subdivision 1, paragraph (b), and 12.8 cents, as adjusted for inflation under section 477A.135, for each acre of other natural resources land and each

acre of land utilization project land located within its boundaries. Payments for natural resources lands not located in an organized township shall be deposited in the county general revenue fund. Payments to counties and townships pursuant to this paragraph shall be used to provide property tax levy reduction, except that of the payments for natural resources lands not located in an organized township, the county may allocate the amount determined to be necessary for maintenance of roads in unorganized townships. Provided that, if the total payment to the county pursuant to section 477A.12 is not sufficient to fully fund the distribution provided for in this clause, the amount available shall be distributed to each township and the county general revenue fund on a pro rata basis; and

(c) any remaining funds shall be deposited in the county general revenue fund. Provided that, if the distribution to the county general revenue fund exceeds \$35,000, the excess shall be used to provide property tax levy reduction.

**EFFECTIVE DATE.** This section is effective retroactively for aids payable in calendar year 2012 and thereafter.

Sec. 4. **2012 PAYMENT ADJUSTMENT.**

Any payment adjustments required by this act for payments in lieu of taxes for calendar year 2012 shall be added to the calendar year 2013 payments under Minnesota Statutes, section 477A.12. Distribution of the additional aid payments shall be added to the calendar year 2013 distribution under Minnesota Statutes, section 477A.14.