

SENATE
STATE OF MINNESOTA
NINETY-FIRST SESSION

S.F. No. 1391

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DATE	D-PG	OFFICIAL STATUS
02/18/2019	428	Introduction and first reading
		Referred to Environment and Natural Resources Policy and Legacy Finance
03/13/2019	807	Comm report: To pass and re-referred to Taxes

- 1.1 A bill for an act
- 1.2 relating to natural resources; expanding sources of financing for watershed district
- 1.3 construction or implementation fund and project tax levy; amending Minnesota
- 1.4 Statutes 2018, section 103D.905, subdivisions 5, 9.
- 1.5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:
- 1.6 Section 1. Minnesota Statutes 2018, section 103D.905, subdivision 5, is amended to read:
- 1.7 Subd. 5. **Construction or implementation fund.** (a) A construction or implementation
- 1.8 fund consists of:
- 1.9 (1) the proceeds of watershed district bonds or notes or of the sale of county bonds;
- 1.10 (2) construction or implementation loans or grants from the ~~Pollution Control Agency~~
- 1.11 ~~under sections 103F.701 to 103F.755, state~~ or from any agency of the federal government;
- 1.12 and
- 1.13 (3) special assessments, storm water charges, loan repayments, and ad valorem tax levies
- 1.14 levied or to be levied to supply funds for the construction or implementation of the projects
- 1.15 of the watershed district, including reservoirs, ditches, dikes, canals, channels, storm water
- 1.16 facilities, sewage treatment facilities, wells, and other works, and the expenses incident to
- 1.17 and connected with the construction or implementation.
- 1.18 (b) Construction or implementation loans or grants from the ~~Pollution Control Agency~~
- 1.19 ~~under sections 103F.701 to 103F.755, state~~ or from an agency of the federal government
- 1.20 may be repaid from the proceeds of watershed district bonds or notes or from the collections
- 1.21 of storm water charges, loan repayments, ad valorem tax levies, or special assessments on
- 1.22 properties benefited by the project.

2.1 Sec. 2. Minnesota Statutes 2018, section 103D.905, subdivision 9, is amended to read:

2.2 Subd. 9. **Project tax levy.** (a) In addition to other tax levies provided in this section or
2.3 in any other law, a watershed district may levy a tax:

2.4 (1) to pay the costs of projects undertaken by the watershed district ~~which~~ that are ~~to be~~
2.5 funded, in whole or in part, with ~~the proceeds of~~ money appropriated by law for grants or
2.6 ~~construction or implementation loans under sections 103F.701 to 103F.755~~ to the district;

2.7 (2) to pay the principal of, or premium or administrative surcharge, if any, and interest
2.8 on, ~~the bonds and~~ or notes issued by the watershed district ~~pursuant to section 103F.725~~ to
2.9 repay such loans; or

2.10 (3) to repay ~~the construction or implementation~~ such loans ~~under sections 103F.701 to~~
2.11 ~~103F.755.~~

2.12 (b) Taxes levied with respect to payment of bonds and notes ~~shall~~ must comply with
2.13 section 475.61.