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State of Minnesota

HOUSE OF REPRESENTATIVES

A bill for an act

relating to taxes; property taxes; modifying state general tax; amending Minnesota

NINETY-FIRST SESSION

н. ғ. №. 1435

02/21/2019 Authored by Lislegard and Lueck
The bill was read for the first time and referred to the Committee on Taxes

1.3	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 \$150,000 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

Section 1.

first \$100,000 of market value.

02/14/19 REVISOR LCB/BM 19-3687

2.1 **EFFECTIVE DATE.** The section is effective beginning with property taxes payable

2.2 <u>in 2020.</u>

Section 1. 2