

Senator Pogemiller introduced-

S.F. No. 3745: Referred to the Committee on Taxes.

A bill for an act relating to the city of Minneapolis; authorizing the city to establish a homeless assistance tax increment district; providing the terms for creation and operation of the district.

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

Section 1. CITY OF MINNEAPOLIS; HOMELESS ASSISTANCE TAX INCREMENT DISTRICT.

Subdivision 1. Definitions. (a) "City" means the city of Minneapolis.

(b) "Homeless assistance tax increment district" means a contiguous area of the city that:

(1) is no larger than six acres;

(2) is located within the boundaries of a city municipal development district; and

(3) contains at least two shelters for homeless persons that have been owned or operated by nonprofit corporations that (i) are qualified charitable organizations under section 501(c)(3) of the United States Internal Revenue Code, (ii) have operated such homeless facilities within the district for at least five years, and (iii) have been recipients of emergency services grants under Minnesota Statutes, section 256E.36.

Subd. 2. Establishment of tax increment district. The city may create one homeless assistance tax increment district. To establish the homeless assistance tax increment district, the city shall adopt a homeless assistance tax increment plan and otherwise comply with the requirements of Minnesota Statutes, section 469.175, except that the determinations required in Minnesota Statutes, section 469.175, subdivision 3, paragraph (b), clauses (1) and (2), items (i) and (ii), are not required.

2.1 Subd. 3. Application of tax increment law. Minnesota Statutes, sections 469.174
2.2 to 469.179, shall apply to the administration of the district, except:

2.3 (1) as this section provides otherwise; and

2.4 (2) with respect to the portion of the increment to be expended for homeless shelter
2.5 and services pursuant to subdivision 5, paragraph (b):

2.6 (i) the use for which tax increment that may be expended is as provided by
2.7 subdivision 5; and

2.8 (ii) Minnesota Statutes, sections 469.1761 and 469.1763, do not apply.

2.9 Subd. 4. Duration limitation. No tax increment generated by the district shall
2.10 be paid to the city after the expiration of 25 years from the receipt by the city of the
2.11 first increment from that district.

2.12 Subd. 5. Limitations on use of increment. (a) All increment received by the city
2.13 from the district shall be used in accordance with the homeless assistance tax increment
2.14 district plan.

2.15 (b) No less than 40 percent of the increment, after deduction of allowable
2.16 administrative expenses under Minnesota Statutes, section 469.176, subdivision 3, shall
2.17 be used to provide emergency shelter and services for homeless persons within and
2.18 outside the district.

2.19 (c) The remainder of the tax increment derived from the district shall be used for
2.20 purposes allowed under Minnesota Statutes, section 469.176, subdivision 4.

2.21 Subd. 6. Applicability of other laws. References in Minnesota Statutes to tax
2.22 increment financing districts created and tax increment generated under Minnesota
2.23 Statutes, sections 469.174 to 469.179, include the homeless assistance district and tax
2.24 increment subject to this section.

2.25 EFFECTIVE DATE. This section is effective upon compliance by the city of
2.26 Minneapolis with Minnesota Statutes, section 645.021.

MINNESOTA · REVENUE

PROPERTY TAX Minneapolis TIF District

April 6, 2006

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue
Analysis of S.F. 3745 (Pogemiller)

Effective upon local approval.

The bill allows a new type of tax increment financing (TIF) district, a homeless assistance TIF district in the city of Minneapolis. The homeless assistance TIF district must be a contiguous area no larger than six acres, be within the boundaries of a city municipal development district, and contain at least two shelters for homeless persons owned or operated by nonprofit organizations. Qualifying nonprofits must be 501(c)(3) organizations, have operated homeless facilities for at least five years, and have been recipients of emergency services grants.

Minneapolis may create one district and must follow most TIF statutes, except where otherwise stated. The duration is limited to 25 years from the receipt of the first increment. Not less than 40% of the increment, after deduction of administrative expenses, shall be used to provide emergency shelter and services. The remainder of the increment shall be spent on the purposes listed in the TIF plan as specified in statute. The district is subject to local approval.

The proposed exceptions to the general TIF provisions may have an impact on the local tax base and tax rate in the future and may result in a small increase in property tax refunds paid by the state.

Source: Minnesota Department of Revenue
Tax Research Division
http://www.taxes.state.mn.us/taxes/legal_policy

sf3745_1/lm

Summary of Minneapolis Homeless Assistance Tax Increment Bill

The proposed district is in downtown Minneapolis in the area of the Ramada Inn between 10th and 11th streets and Hawthorne and Currie. In addition to the Ramada, the area includes Hy's Pawn & Jewelry and homeless shelters operated by Catholic Charities and the Salvation Army. The shelters currently house and feed up to 400 homeless persons per evening and are in need of upgraded physical facilities and equipment on and off site.

The owner of the Ramada has explored constructing a 520-unit housing condominium project near the shelters. This project is of a size that the tax increment it would generate is estimated to be adequate to (1) make the condominium project financially feasible through reimbursement of certain demolition, street closing and realignment and parking ramp construction costs *and* (2) provide badly needed assistance to the shelter operators. It is proposed that at least 40% of the increment derived from the project be dedicated to this latter purpose.

The Bill would permit the City to establish a 25-year tax increment districts for this specific purpose, but the district would otherwise be subject to the general tax increment act.

Senators Marty, Pogemiller and Betzold introduced—

S.F. No. 2900: Referred to the Committee on Taxes.

1.1 A bill for an act
1.2 relating to taxes; exempting certain motor vehicle rentals from certain taxes
1.3 and fees; amending Minnesota Statutes 2005 Supplement, section 297A.64,
1.4 subdivision 4.

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

1.6 Section 1. Minnesota Statutes 2005 Supplement, section 297A.64, subdivision 4,
1.7 is amended to read:

1.8 Subd. 4. **Exemptions.** (a) The tax and the fee imposed by this section do not apply
1.9 to a lease or rental of (1) a vehicle to be used by the lessee to provide a licensed taxi
1.10 service; (2) a hearse or limousine used in connection with a burial or funeral service; ~~or~~
1.11 (3) a van designed or adapted primarily for transporting property rather than passengers;
1.12 or (4) a vehicle under a car sharing agreement where the lessee is registered as a member
1.13 in a car sharing organization that allows leasing on an hourly basis. The tax and the fee
1.14 imposed under this section do not apply when the lease or rental of a vehicle is exempt
1.15 from the tax imposed under section 297A.62, subdivision 1.

1.16 (b) The lessor may elect not to charge the fee imposed in subdivision 2 if in the
1.17 previous calendar year the lessor had no more than 20 vehicles available for lease that
1.18 would have been subject to tax under this section, or no more than \$50,000 in gross
1.19 receipts that would have been subject to tax under this section.

1.20 **EFFECTIVE DATE.** This section is effective for leases made after June 30, 2006.

1.1 Senator moves to amend S.F. No. 2900 as follows:

1.2 Page 1, line 12, delete everything after "is" and insert "a dues-paying member of a

1.3 *nonprofit* ✓ car sharing organization that leases vehicles only on an hourly or mileage "

1.4 Page 1, line 13, delete everything before "basis"

**Senate Counsel, Research,
and Fiscal Analysis**

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Senate

State of Minnesota

S.F. No. 2900 - Car Sharing Motor Vehicle Tax Exemption

Author: Senator John Marty

Prepared by: Michelle Allen, Senate Counsel (651/296-0558)

Date: April 6, 2006

This bill exempts from the motor vehicle tax a vehicle that is used as part of a car sharing agreement that is leased by an individual who is registered as a member of a car sharing organization that allows leasing on an hourly basis.

MJA:dv

MINNESOTA · REVENUE

MOTOR VEHICLE RENTAL TAX Car Sharing

April 6, 2006

Department of Revenue

Analysis of S.F. 2900 (Marty) / H.F. 3207 (Davnice)

	Yes	No
DOR Administrative Costs/Savings		X

Fund Impact

	<u>F.Y. 2006</u>	<u>F.Y. 2007</u>	<u>F.Y. 2008</u>	<u>F.Y. 2009</u>
		(000's)		
General Fund	\$0	(\$10)	(\$20)	(\$35)

Effective for leases made after June 30, 2006.

EXPLANATION OF THE BILL

Current Law: A tax of 6.2% is imposed on the lease or rental of passenger vehicles for less than 29 days.

Proposed Law: The lease or rental of vehicles under a car sharing agreement where the lessee is registered as a member in a car sharing organization is exempted from the 6.2% motor vehicle rental tax.

REVENUE ANALYSIS DETAIL

- There are currently two car sharing organizations operating in Minnesota – HourCar and Zipcar. HourCar is a nonprofit organization in the metro area operating 13 cars. Zipcar is a for-profit company operating 6 cars at the University of Minnesota.
- Information from a HourCar representative indicates that each car generates \$400-\$500 per month in revenues.
- It is assumed that membership will rise from 150 members to approximately 800 by fiscal year 2009 for HourCar, with similar growth levels for Zipcar. Revenues are expected to increase proportionally.

Source: Minnesota Department of Revenue
Tax Research Division
http://www.taxes.state.mn.us/taxes/legal_policy

sf2900(hf3207)_1 / rrs

#2

April 7, 2006

The Honorable Lawrence J. Pogemiller
Chair, Minnesota Senate Taxes Committee
75 Rev. Dr. Martin Luther King Jr. Blvd., Room 235
St. Paul, MN 55155-1606

Dear Senator Pogemiller,

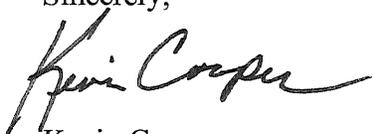
On behalf of the 500 employees working at the 65 Enterprise Rent-A-Car facilities in the State of Minnesota, I am writing to express opposition to Senate File 2900, concerning exemptions for certain motor vehicle rentals from certain taxes and fees.

Senate File 2900 exempts vehicles under a car sharing agreement where the lessee is registered in a car sharing organization that allows leasing on an hourly basis. Behind all the language and creative pricing structure, we believe car sharing organizations are rental car companies that rent cars by the hour.

Providing preferential tax treatment to some types of rental car companies and not others is special interest legislation that favors one segment of an industry over another.

We believe the legislature should not be used as a tool to put industry counterparts at a competitive advantage through special interest tax legislation and request that you oppose this legislation.

Sincerely,



Kevin Cooper
GM/Vice President
Enterprise Rent A Car
7800 Hwy 65 NE
Spring Lake Park, MN 55432

#3

Car sharing produces savings

• The Neighborhood Energy Consortium's Hourcar program aims to cut costs, gas consumption and pollution.

By NEAL GENDLER
ngendler@startribune.com

Hourcar, the car-sharing operation of an energy-conservation group, recently signed its first business client: Minneapolis-based Lander Group, which originally saw the program only as a possible amenity for its condominiums.

Run by the Neighborhood Energy Consortium in St. Paul, Hourcar began operating June 20 and has 12 Toyota Priuses parked in 11 locations. Hourcar members pay fees to join and for the time and miles used in the cars.

The idea? Many people don't drive very much and come out ahead paying per use instead of owning a vehicle.

Lander decided that urban couples, especially those who can use transit to and from work, might be more attracted to a condo development if they feel they can get by with one car instead of two. Fewer parking spaces also means low-

er purchase prices in most condo buildings, because covered or underground space often costs \$15,000 per slot.

While studying Hourcar as a feature of its proposed condo development at 38th Street and Nicollet Avenue, Lander decided that it made sense for its 14-employee business at 3503 Hennepin Av., too.

"It was a good fit for our organization's mission of urban redevelopment, expanded transportation option... and for employee needs," said Ben Kerl, Lander project manager associate. He and some other employees can walk to work. To drive for business, they can use an Hourcar parked a block away.

Hourcar "takes care of the administration of the shared insurance, the maintenance, pays for the gas for the vehicle," Kerl said. The hybrid Prius also fits the firm's mission about wise resource use.

Lander pays \$4.95 per hour of use and 39 cents a mile. Hourcar waives the monthly

membership fee because the car is parked on Lander property at 34th and Hennepin. A second client, the Charrette Center, with offices at that intersection, begins use today.

Car locations are chosen with two basic criteria: population density and transit, both of which encourage car sharing, said Mary Morse, consortium executive director. Accordingly, cars are located at 31st Street and Garfield Avenue, behind Calhoun Square; at the YWCA, 2828 Hennepin Av. S., and at W. 22nd Street and Garfield. Another two cars are in St. Paul. (A complete list, plus rates and other information, is at www.hourcar.org.)

Car sharing fits the consortium's focus on pollution reduction, resource conservation and "providing tools for energy-efficient living," Morse said. A federal grant allowed the purchase of the 2005 Priuses.

Car sharing has been around for two decades in Europe, crossed the Atlantic to Canada in the 1990s, "and has spread now like wildfire throughout the United States," where it is used by almost 80,000 people,

she said. "We're running this as a business," she said. "We expect it to break even and we have a very high value on customer service."

The break-even point is about 6.5 to 7 hours of daily use for each Prius, which probably means 25 to 45 members per vehicle. Last Wednesday, Hourcar had 116 members and applicants, or 9.6 per vehicle, not counting a 13th Prius that hasn't yet been placed. Costs are being covered by capital raised before Hourcar was launched, but in a few months, the consortium will seek additional capital and invest some of its own funds.

Car reservations are made online or by phone. An on-board computer tracks use.

Hourcar can cut business costs, Morse said, "because most businesses, just like most individuals, are paying these very high fixed costs and they're only using their vehicles for a few hours a day — if that."

With Hourcar, "they're paying fixed costs only in proportion to their use of the vehicle."

Neal Gendler • 612-673-4138

new to market CNS adds to FiberChoice

CNS Inc., Minneapolis, Breathe Right Nasal strips, will be 80 percent of total compilation. Most of the remaining sale its FiberChoice chewable FiberChoice brand has increased in fiscal 2003 to \$1.7 billion. To continue the growth, CNS is adding to the FiberChoice line of chewable tablets have been plus 500 milligrams of international units, or microgram Choice Weight Management 4 grams of fiber and 200 mg as well as green tea. Accord or chromium picolinate, has to help promote fat metabolism. CNS will begin shipping the ers in February.

Stratasys distribution

Stratasys Inc., a manufacturing systems and prototyping including the new Geometries. The rapid prototyping inches (500 x construction systems distribution

More mowers

Last week, commercial mowers at in Orlando, Fla. Master ZRT mowing mower. The 23 horsepower Also introduced Hi-Vac Bagger a large reinforced commercial use. Commercial 52-inch decks made their de-

Handout #3



Transportation Policies

Exempt Nonprofit Car-Sharing Organizations from Motor Vehicle Rental Tax and Fee

OVERVIEW

More than 78,000 Americans use car-sharing as a convenient and affordable alternative to car ownership. Car-sharing is now available to Minnesotans through a nonprofit organization whose 13-car fleet of hybrid vehicles is deployed in the Twin Cities. Research shows that drivers use automobiles significantly less after joining a car-sharing organization, turning instead to transit and non-motorized transportation. Because of this, air quality is improved, fuel is conserved, and traffic congestion is mitigated. As car-sharing grows in Minnesota, its related environmental and social benefits also increase.

Minnesota imposes a special 6.2 percent tax and a 3 percent fee on short-term rentals of passenger cars, including cars used in car-sharing. While the original intent of these assessments may have been to benefit from car rentals by visitors to our state, they impose an incremental cost on Minnesotans who opt to car-share instead of owning a car. When this tax and fee are added to state and local sales taxes, car-sharing participants are effectively paying up to 16.2 percent in taxes. The State of Minnesota should exempt its nonprofit car-sharing organization from charging these taxes to participants.

PROBLEM

Minnesota's air quality is harmed by vehicle emissions. Mobile sources, such as cars and trucks, produce almost half of Minnesota's air pollution. Motor vehicle emissions of carbon monoxide are particularly dangerous for people with respiratory disease, such as asthma, as well as for heart patients. When hydrocarbons and nitrogen oxides from

vehicle exhaust are exposed to sunlight, the resulting ozone (smog) can harm even healthy people, causing chest pain, coughing, wheezing, nausea, and other symptoms. Studies have also shown that air toxins from cars may put Minnesotans at risk for cancer or birth defects.

In addition to health problems, more and more drivers are traveling greater and greater distances, leading to vastly increased traffic congestion on Minnesota roadways.

POSITION

To reduce pollution and traffic congestion in the Twin Cities and suburban areas, the state of Minnesota should support car-sharing as a strategy for reducing overall vehicle miles traveled. Studies show that car-sharing participants drive less. They use car-sharing to supplement a transit- or pedestrian-centered transportation lifestyle. Given these outcomes, the state should exempt Minnesota's nonprofit car-sharing organization from charging the 6.2 percent tax and 3 percent fee on car-sharing use.

SPONSORING ORGANIZATION

Neighborhood Energy Consortium

Mary Morse
651.221.4462 x 139
marym@spnec.org

KEY COMMITTEES

HOUSE: Taxes
SENATE: Taxes

BILL AUTHORS

Sen. John Marty
Rep. Jim Davnie

OTHER MEP SUPPORTING ORGANIZATIONS

Mankato Area
Environmentalists
Minnesota Center for
Environmental Advocacy
Minnesotans for an
Energy-Efficient
Economy
Mississippi Corridor
Neighborhood Coalition
Sierra Club - Northstar
Chapter
Transit for Livable
Communities

S. F. XXXX
Belanger

1.1 A bill for an act
1.2 relating to tax increment financing; authorizing the city of Bloomington to extend
1.3 the duration of two districts.

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

1.5 Section 1. CITY OF BLOOMINGTON; TIF EXTENSION.

1.6 Notwithstanding the provisions of Minnesota Statutes, section 469.176, or Laws
1.7 1996, chapter 464, article 1, section 8, or any other law to the contrary, the city of
1.8 Bloomington and its port authority may elect to extend the duration limits of the following
1.9 tax increment financing districts by an additional number of years up to the specified
1.10 periods of time:

1.11 (1) tax increment financing district No. 1-C, containing the Mall of America
development, for a period up through December 31, 2035; and

1.13 (2) tax increment financing district No. 1-G, containing the former Met Center
1.14 property, for a period up through December 31, 2038.

1.15 EFFECTIVE DATE. This section is effective upon compliance by the governing
1.16 body of the city of Bloomington with the requirements of Minnesota Statutes, section
1.17 645.021, and by the governing bodies of the county, city, and school district as required
1.18 by Minnesota Statutes, section 469.1782, subdivision 2.

MINNESOTA REVENUE

PROPERTY TAX Bloomington TIF Districts

April 6, 2006

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue
Analysis of S.F. xxxx (Belanger) (JM108)

The bill allows the city of Bloomington and its port authority to extend the duration limits of two tax increment financing (TIF) districts. District 1-C, containing the Mall of America, would be extended for a period up through December 31, 2035. District 1-G, containing the former Met Center property, would be extended for a period up through December 31, 2038. Local approval is required.

The proposed exceptions to the general TIF provisions may have an impact on the local tax base and tax rate in the future and may result in a small increase in property tax refunds paid by the state.

Source: Minnesota Department of Revenue
Tax Research Division
http://www.taxes.state.mn.us/taxes/legal_policy

sfxxxxtif_1/lm

Senator Pogemiller introduced—

S.F. No. 3745: Referred to the Committee on Taxes.

1.1 A bill for an act
 1 relating to the city of Minneapolis; authorizing the city to establish a homeless
 1.5 assistance tax increment district; providing the terms for creation and operation
 1.4 of the district.

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

1.6 Section 1. CITY OF MINNEAPOLIS; HOMELESS ASSISTANCE TAX
 1.7 INCREMENT DISTRICT.

1.8 Subdivision 1. Definitions. (a) "City" means the city of Minneapolis.

1.9 (b) "Homeless assistance tax increment district" means a contiguous area of the
 1.10 city that:

1.11 (1) is no larger than six acres;

1 (2) is located within the boundaries of a city municipal development district; and

1.13 (3) contains at least two shelters for homeless persons that have been owned or
 1.14 operated by nonprofit corporations that (i) are qualified charitable organizations under
 1.15 section 501(c)(3) of the United States Internal Revenue Code, (ii) have operated such
 1.16 homeless facilities within the district for at least five years, and (iii) have been recipients
 1.17 of emergency services grants under Minnesota Statutes, section 256E.36.

1.18 Subd. 2. Establishment of tax increment district. The city may create one
 1.19 homeless assistance tax increment district. To establish the homeless assistance tax
 1.20 increment district, the city shall adopt a homeless assistance tax increment plan and
 1.21 otherwise comply with the requirements of Minnesota Statutes, section 469.175, except
 1.22 that the determinations required in Minnesota Statutes, section 469.175, subdivision 3,
 1.23 paragraph (b), clauses (1) and (2), items (i) and (ii), are not required.

2.1 Subd. 3. Application of tax increment law. Minnesota Statutes, sections 469.174
2.2 to 469.179, shall apply to the administration of the district, except:

2.3 (1) as this section provides otherwise; and

2.4 (2) with respect to the portion of the increment to be expended for homeless shelter
2.5 and services pursuant to subdivision 5, paragraph (b):

2.6 (i) the use for which tax increment that may be expended is as provided by
2.7 subdivision 5; and

2.8 (ii) Minnesota Statutes, sections 469.1761 and 469.1763, do not apply.

2.9 Subd. 4. Duration limitation. No tax increment generated by the district shall
2.10 be paid to the city after the expiration of 25 years from the receipt by the city of the
2.11 first increment from that district.

2.12 Subd. 5. Limitations on use of increment. (a) All increment received by the city
2.13 from the district shall be used in accordance with the homeless assistance tax increment
2.14 district plan.

2.15 (b) No less than 40 percent of the increment, after deduction of allowable
2.16 administrative expenses under Minnesota Statutes, section 469.176, subdivision 3, shall
2.17 be used to provide emergency shelter and services for homeless persons within and
2.18 outside the district.

2.19 (c) The remainder of the tax increment derived from the district shall be used for
2.20 purposes allowed under Minnesota Statutes, section 469.176, subdivision 4.

2.21 Subd. 6. Applicability of other laws. References in Minnesota Statutes to tax
2.22 increment financing districts created and tax increment generated under Minnesota
2.23 Statutes, sections 469.174 to 469.179, include the homeless assistance district and tax
2.24 increment subject to this section.

2.25 EFFECTIVE DATE. This section is effective upon compliance by the city of
2.26 Minneapolis with Minnesota Statutes, section 645.021.

Senators Sams, Skoe, Dille, Lourey and Johnson, D.E. introduced-
S.F. No. 2862: Referred to the Committee on Taxes.

A bill for an act
relating to taxation; providing an income and corporation franchise tax credit for
qualifying investment in dairy operations; amending Minnesota Statutes 2004,
section 290.06, by adding a subdivision.

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

Section 1. Minnesota Statutes 2004, section 290.06, is amended by adding a
subdivision to read:

Subd. 33. Dairy investment credit. (a) A dairy investment credit is allowed against
the tax due under this chapter equal to ten percent of the amount paid or incurred by the
taxpayer, on the first \$500,000 of qualifying expenditures made in the qualifying period.

(b) "Qualifying expenditures" means for purposes of this subdivision the amount
spent for the acquisition, construction, or improvement of buildings or facilities, or the
acquisition of equipment, for dairy animal housing, confinement, animal feeding, milk
production, and waste management, including the following, if related to dairy animals in
this state:

- (1) freestall barns;
- (2) fences;
- (3) watering facilities;
- (4) feed storage and handling equipment;
- (5) milking parlors;
- (6) robotic equipment;
- (7) scales;
- (8) milk storage and cooling facilities;
- (9) bulk tanks;

- 2.1 (10) manure pumping and storage facilities;
- 2.2 (11) digesters; and
- 2.3 (12) equipment used to produce energy.

2.4 Qualified expenditures only include amounts that are capitalized and deducted under either
 2.5 section 167 or 179 of the Internal Revenue Code in computing federal taxable income.

2.6 (c) The credit is limited to the liability for tax, as computed under this chapter, for
 2.7 the taxable year. If the amount of the credit determined under this section for any taxable
 2.8 year exceeds this limitation, the excess is a dairy investment credit carryover to each of the
 2.9 15 succeeding taxable years. The entire amount of the excess unused credit for the taxable
 2.10 year is carried first to the earliest of the taxable years to which the credit may be carried
 2.11 and then to each successive year to which the credit may be carried. The amount of the
 2.12 unused credit which may be added under this paragraph must not exceed the taxpayer's
 2.13 liability for tax less the dairy investment credit for the taxable year.

2.14 (d) The qualifying period is that time after December 31, 2005, and before January
 2.15 1, 2012.

2.16 (e) The \$50,000 maximum credit applies at the entity level for partnerships, S
 2.17 corporations, trusts, and estates as well as at the individual level. In the case of married
 2.18 individuals, the credit is limited to \$50,000 for a married couple.

2.19 **EFFECTIVE DATE.** This section is effective for tax years beginning after
 2.20 December 31, 2005.

1.1 Senator moves to amend S.F. No. 2862 as follows:

1.2 Page 1, line 12, after "spent" insert "by a person who raises dairy animals" and after "
1.3 facilities" delete the comma and insert a semicolon

1.4 Page 1, delete lines 13 and 14 and insert "development of pasture; or the acquisition
1.5 of equipment; for dairy animal housing, confinement, animal feeding, production and *delete*
1.6 delivery of milk and other dairy products, and waste management, including the following,
1.7 if related to dairy animals in"

1.8 Page 2, ~~delete~~ line 2 *and delete "and"*

1.9 Page 2, line 3, delete "(12)" and insert "(11)" and *delete* the period and insert a
1.10 semicolon

1.11 Page 2, after line 3, insert:"

1.12 ¹³
~~(12)~~ on-farm processing and refrigerated trucks for delivery of milk and other dairy *delete*
1.13 products; and *of milk and other*

1.14 ¹⁴
~~(13)~~ development of pasture owned or rented by the taxpayer for the use of dairy
1.15 animals." *✓*

1.16 Page 2, delete lines 7 to 11 and insert "qualifying expenditures, other than
1.17 expenditures for development of pasture, only include amounts that are capitalized and
1.18 deducted under either section 167 or 179 of the Internal Revenue Code in computing
1.19 federal taxable income. Qualifying expenditures for development of pasture must not
1.20 include land acquisition and are limited to soil preparation expenses, seed costs, planting
1.21 costs, and weed control, which are allowed once for each acre owned or rented by the
1.22 taxpayer for the use of dairy animals and developed into pasture during the qualifying
1.23 period."

**Senate Counsel, Research,
and Fiscal Analysis**

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Senate

State of Minnesota

S.F. No. 2862 - Dairy Investment Credit

Author: Senator Dallas Sams

Prepared by: Michelle Allen, Senate Counsel (651/296-0558)

Date: April 6, 2006

This bill provides for a nonrefundable income tax credit equal to ten percent of the first \$500,000 of qualifying expenditures for improvement of buildings or facilities, or acquisition of equipment used for dairy farming. Unused credits may be carried forward up to 15 succeeding tax years.

MJA:dv

MINNESOTA REVENUE

INCOME & CORPORATE TAX Dairy Investment Credit

March 14, 2006

Department of Revenue
Analysis of H.F. 2879 (Urdahl)/ S.F. 2862 (Sams)

	Yes	No
DOR Administrative Costs/Savings	X	

	<u>Fund Impact</u>			
	<u>F.Y. 2006</u>	<u>F.Y. 2007</u>	<u>F.Y. 2008</u>	<u>F.Y. 2009</u>
General Fund	\$0	(\$4,700)	(\$5,200)	(\$5,700)

Effective for tax years 2006 through 2011.

EXPLANATION OF THE BILL

This proposal would create a nonrefundable credit against the individual income tax or corporate franchise tax equal to 10% of the first \$500,000 of qualifying dairy investments. Qualifying expenditures include amounts spent on acquisition, construction, or improvement of buildings or facilities, or the acquisition of equipment for dairy animal housing, confinement, feeding, milk production, and waste management. Examples of qualifying equipment include barns, fences, watering facilities, feed storage and handling equipment, milking parlors, robotic equipment, scales, milk storage and cooling facilities, bulk tanks, manure pumping and storage facilities, digesters, and equipment used to produce energy. The proposal includes a 15 year carry forward of unused investment credit.

The maximum credit of \$50,000 applies to the total credit that is taken over six years.

REVENUE ANALYSIS DETAIL

- A similar credit was enacted in Wisconsin, effective for tax years 2004 through 2009. For 2004 returns filed in 2005, the total credit that offset tax was \$12.22 million on 6,464 returns, for an average credit of \$1,890 per return.
- The participation rate for dairy enterprises for the Wisconsin program was 40% in the first year. It was assumed that Minnesota would have a similar experience in the first year.
- It was assumed that the first-year cost for Minnesota would be 38.5% of the first-year cost in Wisconsin, which is the percentage of the number of dairy cows in Minnesota compared to the number in Wisconsin.
- Growth in the cost of the program is estimated at 10% annually, which would include price increases, increased participation, and any carryover of unused credit from a prior year.
- Tax year impact was allocated to the following fiscal year.

Number of Taxpayers: An estimated 2,200 farms for tax year 2006.

Source: Minnesota Department of Revenue
Tax Research Division
http://www.taxes.state.mn.us/taxes/legal_policy

hf2879(sf2862)_1/lm



Minnesota Senate

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S.F. No. 3437, as introduced - 84th Legislative Session (2005-2006) Posted on Mar 21, 2006

A bill for an act

1.2 relating to agriculture; providing an income tax credit for sales or rentals of
 1.3 agricultural assets to beginning farmers; providing an income tax credit for
 1.4 beginning farmer financial management programs; modifying the beginning
 1.5 farmer program administered by the Rural Finance Authority; amending
 1.6 Minnesota Statutes 2004, section 290.06, by adding subdivisions; proposing
 1.7 coding for new law in Minnesota Statutes, chapter 41B.

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

1.9 Section 1. **[41B.0391] BEGINNING FARMER PROGRAM; TAX CREDITS.**

1.10 Subdivision 1. **Definitions.** (a) For purposes of this section, the following terms
 1.11 have the meanings given.

1.12 (b) "Agricultural assets" means agricultural land, livestock, farming or livestock
 1.13 production facilities or buildings, and machinery used for farming or livestock production
 1.14 located in Minnesota.

1.15 (c) "Farm" means any tract of land over ten acres in area used for or devoted to the
 1.16 commercial production of farm products.

1.17 (d) "Farm product" means those plants and animals useful to humans and includes,
 1.18 but is not limited to, forage and sod crops, grain and feed crops, dairy and dairy products,
 1.19 poultry and poultry products, livestock, fruits, and vegetables.

1.20 (e) "Farming or livestock production" means the active use, management, and
 1.21 operation of real and personal property for the production of a farm product.

1.22 (f) "Owner of agricultural assets" means a person who is the owner in fee of
 1.23 agricultural land or who has legal title to any other agricultural asset.

1.24 (g) "Beginning farmer or livestock producer" means a resident of Minnesota who:

2.1 (1) is seeking entry or has entered within the last two years into farming or livestock
 2.2 production;

2.3 (2) intends to farm or raise crops or livestock on land located within the state borders
 2.4 of Minnesota;

2.5 (3) is not related by blood or marriage to the owner of the agricultural assets
 2.6 from whom the beginning farmer or livestock producer is seeking to purchase or rent
 2.7 agricultural assets;

2.8 (4) is not related by blood or marriage to a partner, member, shareholder, or trustee
 of the owner of agricultural assets from whom the beginning farmer or livestock producer
 2.10 is seeking to purchase or rent agricultural assets; and

2.11 (5) meets the following eligibility requirements as determined by the authority:

2.12 (i) has a net worth of not more than \$200,000, including any holdings by a spouse
 2.13 or dependent, based on fair market value;

- 2.14 (ii) provides the majority of the day-to-day physical labor and management of the
 2.15 farm;
- 2.16 (iii) has, by the judgment of the authority, adequate farming or livestock production
 2.17 experience or demonstrates knowledge in the type of farming or livestock production for
 2.18 which the beginning farmers seeks assistance from the authority;
- 2.19 (iv) demonstrates to the authority a profit potential by submitting projected earnings
 2.20 statements;
- 2.21 (v) asserts to the satisfaction of the authority that farming or livestock production
 2.22 will be a significant source of income for the beginning farmer or livestock producer;
- 2.23 (vi) participates in a financial management program approved by the authority
 2.24 or the commissioner of agriculture; and
- 2.25 (vii) has other such qualifications as specified by the authority.
- 2.26 (h) "Share rent agreement" means a rental agreement in which the principal
 2.27 consideration given to the owner of agricultural assets is a predetermined portion of the
 2.28 production of farm products produced from the rented agricultural assets and which
 2.29 provides for sharing production costs or risk of loss, or both.
- 2.30 Subd. 2. Tax credit for owners of agricultural assets. (a) An owner of agricultural
 2.31 assets may take a credit against the tax due under chapter 290 for the sale or rental of
 2.32 agricultural assets to a beginning farmer or livestock producer. An owner of agricultural
 2.33 assets may take a credit equal to:
- 2.34 (1) five percent of the sale price of the agricultural asset;
 2.35 (2) ten percent of the gross rental income in each of the first, second, and third
 2.36 years of a rental agreement; or
- 3.1 (3) 15 percent of the cash equivalent of the gross rental income in each of the first,
 3.2 second, and third year of a share rent agreement.
- 3.3 (b) A qualifying rental agreement includes cash rent of agricultural assets or a
 3.4 share rent agreement. The agricultural asset must be rented at prevailing community
 3.5 rates as determined by the authority. The credit may be claimed only after approval and
 3.6 certification by the authority.
- 3.7 (c) An owner of agricultural assets or beginning farmer or livestock producer may
 3.8 terminate a rental agreement, including a share rent agreement, for reasonable cause upon
 3.9 approval of the authority. If a rental agreement is terminated without the fault of the owner
 3.10 of agricultural assets, the tax credits shall not be retroactively disallowed. If an agreement
 3.11 is terminated with fault by the owner of agricultural assets, any prior tax credits claimed
 3.12 under this subdivision by the owner of agricultural assets shall be disallowed and must
 3.13 be repaid to the commissioner of revenue.
- 3.14 (d) The credit is limited to the liability for tax, as computed under chapter 290 for
 3.15 the taxable year. If the amount of the credit determined under this section for any taxable
 3.16 year exceeds this limitation, the excess is a beginning farmer incentive credit carryover
 3.17 according to section 290.06, subdivision 33.
- 3.18 Subd. 3. Beginning farmer management tax credit. (a) A beginning farmer or
 3.19 livestock producer may take a credit against the tax due under chapter 290 for participating
 3.20 in a financial management program approved by the authority. The credit is equal to 100
 3.21 percent of the cost of participating in the program or \$500, whichever is less. The credit
 3.22 is available for up to three years while the farmer is in the program. The authority shall

3.23 maintain a list of approved financial management programs and establish a procedure for
 3.24 approving equivalent programs that are not on the list.
 3.25 (b) The credit is limited to the liability for tax, as computed under chapter 290 for
 3.26 the taxable year. If the amount of the credit determined under this section for any taxable
 3.27 year exceeds this limitation, the excess is a beginning farmer management credit carryover
 3.28 according to section 290.06, subdivision 34.

3.29 **Subd. 4. Authority's duties.** The authority shall:

3.30 (1) approve and certify beginning farmers and livestock producers as eligible for
 3.31 the program under this section;

3.32 (2) approve and certify owners of agricultural assets as eligible for the tax credit
 3.33 under subdivision 2;

3.34 (3) provide necessary and reasonable assistance and support to beginning farmers
 3.35 and livestock producers for qualification and participation in financial management
 3.36 programs approved by the authority; and

4.1 (4) refer beginning farmers and livestock producers to agencies and organizations
 4.2 that may provide additional pertinent information and assistance.

4.3 Sec. 2. Minnesota Statutes 2004, section 290.06, is amended by adding a subdivision
 4.4 to read:

4.5 **Subd. 33. Beginning farmer incentive credit.** (a) A beginning farmer incentive
 4.6 credit is allowed against the tax due under this chapter for the sale or rental of agricultural
 4.7 assets to a beginning farmer or livestock producer according to section 41B.0391,
 4.8 subdivision 2.

4.9 (b) The credit may be claimed only after approval and certification by the Rural
 4.10 Finance Authority according to section 41B.0391.

4.11 (c) The credit is limited to the liability for tax, as computed under this chapter, for the
 4.12 taxable year. If the amount of the credit determined under this subdivision for any taxable
 4.13 year exceeds this limitation, the excess is a beginning farmer incentive credit carryover to
 4.14 each of the 15 succeeding taxable years. The entire amount of the excess unused credit
 4.15 for the taxable year is carried first to the earliest of the taxable years to which the credit
 4.16 may be carried and then to each successive year to which the credit may be carried. The
 4.17 amount of the unused credit which may be added under this paragraph must not exceed the
 4.18 taxpayer's liability for tax less the beginning farmer incentive credit for the taxable year.

4.19 Sec. 3. Minnesota Statutes 2004, section 290.06, is amended by adding a subdivision
 4.20 to read:

4.21 **Subd. 34. Beginning farmer management credit.** (a) A taxpayer who is a
 4.22 beginning farmer or livestock producer may take a credit against the tax due under
 4.23 this chapter for participation in a financial management program according to section
 4.24 41B.0391, subdivision 3.

4.25 (b) The credit may be claimed only after approval and certification by the Rural
 4.26 Finance Authority according to section 41B.0391.

4.27 (c) The credit is limited to the liability for tax, as computed under this chapter, for
 4.28 the taxable year. If the amount of the credit determined under this subdivision for any
 4.29 taxable year exceeds this limitation, the excess is a beginning farmer management credit

- 4.30 carryover to each of the three succeeding taxable years. The entire amount of the excess
4.31 unused credit for the taxable year is carried first to the earliest of the taxable years to
4.32 which the credit may be carried and then to each successive year to which the credit may
4.33 be carried. The amount of the unused credit which may be added under this paragraph
5.1 must not exceed the taxpayer's liability for tax less the beginning farmer management
5.2 credit for the taxable year.

5.3 **Sec. 4. EFFECTIVE DATE.**

- 5.4 Sections 1 to 3 are effective for taxable years beginning after December 31, 2006.

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Senate

State of Minnesota

S.F. No. 3437 - Beginning Farmer Credit

Author: Senator Gary Kubly

Prepared by: Michelle Allen, Senate Counsel (651/296-0558)

Date: April 6, 2006

This bill creates an income tax credit for beginning farmers and owners of agricultural assets who sell or lease agricultural assets to beginning farmers.

Section 1.

Subdivision 1. Definitions. This subdivision provides the qualifying definitions for agricultural assets, farm, farm products, farming or livestock production, owner of agricultural assets, beginning farmer or livestock producer, and share rent agreement.

Subdivision 2. Credit for owner of agricultural assets. This subdivision provides an income tax credit for owners of agricultural assets who sell or rent agricultural assets to beginning farmers. The credit is equal to either: (1) five percent of the sale price up to a maximum of \$30,000; (2) 10 percent of the gross rental income in each of the first, second, or third years of a rental agreement; or (3) 15 percent of the cash equivalent of the gross rental income in each of the first, second, or third years of a share rent agreement. The credit can be claimed only after approval and certification by the Rural Finance Authority. This section also provides that the credit may be carried over when the credit exceeds the liability for tax.

Subdivision 3. Beginning farmer management tax credit. This subdivision provides a credit, not to exceed \$500, to beginning farmers and livestock producers for the costs of participating in a financial management program approved by the Rural Finance Authority. The nonrefundable credit is available for up to three years and can be carried over for up to 15 succeeding taxable years.

Subdivision 4. Duties of the Rural Finance Authority. This subdivision vests the Rural Finance Authority with the following duties: approval and certification of beginning farmers and livestock producers and owners of agricultural assets as eligible for the credits; provide

assistance and support to beginning farmers and livestock producers for qualification and participation in financial management programs approved by the Rural Finance Authority; and, refer beginning farmers and livestock producers to agencies and organizations that may provide additional assistance.

Section 2 Beginning farmer incentive credit. This section provides for the nonrefundable credit (presumably) to the owner of agricultural assets who sell or rent agricultural assets to a beginning farmer or livestock producer as referenced in subdivision 2 of section 1.

Section 3 Beginning farmer management credit. This section provides for the nonrefundable credit to beginning farmers for the costs of participation in a financial management program as referenced in subdivision 2 of section 1.

MJA:dv

MINNESOTA - REVENUE

INCOME TAX Beginning Farmer Credits

April 6, 2006

Department of Revenue
Analysis of S.F. 3437 (Kubly) / H.F. 3843 (Koenen)

	Yes	No
DOR Administrative Costs/Savings	x	

	Fund Impact			
	<u>F.Y. 2006</u>	<u>F.Y. 2007</u>	<u>F.Y. 2008</u>	<u>F.Y. 2009</u>
			(000's)	
Owner/Seller Credit	\$0	\$0	(\$3,125)	(\$3,440)
Owner/Renter Credit	\$0	\$0	(\$600)	(\$660)
Management Credit	<u>\$0</u>	<u>\$0</u>	<u>(\$125)</u>	<u>(\$138)</u>
General Fund Total	\$0	\$0	(\$3,850)	(\$4,238)

Effective for taxable years beginning after December 31, 2006.

EXPLANATION OF THE BILL

This bill creates two new income tax credits. The first is a tax credit for owners of agricultural assets. Such assets may be land, livestock, facilities, or machinery located in Minnesota. The assets must be sold or rented to a beginning farmer. Seven qualifications are listed for beginning farmers. This credit equals 5% of the sale price of the asset, or 10% of the gross rental income in each of the first three years of a rental agreement, or 15% of the cash equivalent of the gross rental income of the first three years of a share rent agreement. If the amount of the credit exceeds the tax liability, the excess may be carried forward 15 years.

The second credit for beginning farmers is equal to 100% of the cost of participating in a financial management program approved by the Rural Finance Authority, or \$500, whichever is less. If the amount of the credit exceeds the tax liability, the excess may be carried forward 3 years.

The credits may be claimed only after approval and certification by the Rural Finance Authority.

REVENUE ANALYSIS DETAIL

- For the seller portion of the owner credit, the current annual level of 250 beginning farmer bond participants is assumed. Average farm sale price of \$250,000 is assumed to be valid for beginning farmers. Livestock operations are assumed to be included in farm sales. This portion of the credit equals 5% of sales price, a total of \$3.125 million in the first year.
- For the renter portion of the owner credit, 50% of the current annual level of 250 beginning farmer bond participants is assumed to be both buyers and renters. A quarter section cash rental gross rent of \$16,000 is assumed to be valid for beginning farmers. Share rent agreements are assumed to be included. This portion of the credit equals 10% of first three year's gross rental, a total of \$600,000 in the first year.

REVENUE ANALYSIS DETAIL, continued

- The management credit is assumed to be equal to 250 participants by \$500, a total of \$125,000.
- Growth in the cost of the program is estimated at 10% annually, which would include price increases, increased participation, and any carryover of unused credit from a prior year.
- Tax year impact was allocated to the following fiscal year.

Number of Taxpayers: An estimated 250 farms for tax year 2007.

Source: Minnesota Department of Revenue
Tax Research Division
http://www.taxes.state.mn.us/taxes/legal_policy

sf3437(hf3843)_1/lm

.1 Senator moves to amend S. F. No. 3437 as follows:

.2 Page 2, line 34, after "asset" insert "or \$30,000, whichever is less, for the sale of an
.3 agricultural asset"

1.1 Senator moves to amend S.F. No. XXXX as follows:

1.2 Page ..., after line ..., insert:

1.3 "Sec. Minnesota Statutes 2004, section 290.06, is amended by adding a
1.4 subdivision to read:

1.5 Subd. 33. Bovine testing credit. (a) A taxpayer may take a credit against the tax
1.6 due under this chapter for an amount equal to one-half the expenses incurred during the
1.7 taxable year to conduct bovine tuberculosis testing.

1.8 (b) If the amount of credit which the taxpayer is eligible to receive under this
1.9 subdivision exceeds the taxpayer's tax liability under this chapter, the commissioner of
1.10 revenue shall refund the excess to the taxpayer.

1.11 (c) The amount necessary to pay claims for the refund provided in this subdivision is
1.12 appropriated from the general fund to the commissioner of revenue.

1.13 EFFECTIVE DATE. This section is effective for taxable years beginning after
1.14 December 31, 2005."

1.15 Renumber the sections in sequence and correct the internal references

1.16 Amend the title accordingly

Senator Larson, by request, introduced-
S.F. No. 3695: Referred to the Committee on Taxes.

A bill for an act
relating to taxes; authorizing Independent School District No. 544, Fergus Falls,
to impose a local sales and use tax and a motor vehicle excise tax.

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

**Section 1. INDEPENDENT SCHOOL DISTRICT NO. 544, FERGUS FALLS;
TAXES AUTHORIZED.**

Subdivision 1. Sales and use tax. Notwithstanding Minnesota Statutes, section 477A.016, or any other provision of law, if approved by the voters pursuant to Minnesota Statutes, section 297A.99, at the next general election, or at a special election held for this purpose on or before December 31, 2008, Independent School District No. 544, Fergus Falls, may impose by resolution a sales and use tax of up to one percent for the purpose specified in subdivision 3. Except as provided in this section, the provisions of Minnesota Statutes, section 297A.99, govern the imposition, administration, collection, and enforcement of the tax authorized under this subdivision.

Subd. 2. Excise tax authorized. Notwithstanding Minnesota Statutes, section 477A.016, or any other provision of law, Independent School District No. 544, Fergus Falls, may impose by resolution, for the purposes specified in subdivision 3, an excise tax of up to \$20 per motor vehicle, as defined by resolution, purchased or acquired from any person engaged within the school district in the business of selling motor vehicles at retail.

Subd. 3. Use of revenues. (a) Revenues received from taxes authorized by subdivisions 1 and 2 must be used by the school district to pay the cost of collecting the taxes and to pay for the following capital projects:

- (1) construction of a new high school for grades 9 to 12; and
- (2) renovation, expansion, and repair of the Fergus Falls Middle School.

2.1 (b) Authorized expenses include, but are not limited to, acquiring property and
2.2 paying construction expenses related to these improvements, and paying debt service
2.3 on bonds or other obligations issued to finance acquisition and construction of these
2.4 improvements.

2.5 (c) The total amount of revenues from the taxes imposed under subdivisions 1 and 2
2.6 that may be used to fund the projects in clauses (1) and (2) is \$30,000,000, plus the costs
2.7 of collecting the taxes and any associated bond costs.

2.8 Subd. 4. Bonding authority. (a) The school district may issue bonds under
2.9 Minnesota Statutes, chapter 475, to pay capital and administrative expenses for the
2.10 improvements described in subdivision 3 in an amount that does not exceed \$30,000,000.
2.11 An election to approve the bonds under Minnesota Statutes, section 475.58, is not required.

2.12 (b) The issuance of bonds under this subdivision is not subject to Minnesota
2.13 Statutes, section 275.60.

2.14 (c) The debt represented by the bonds is not included in computing any debt
2.15 limitation applicable to the school district, and any levy of taxes under Minnesota Statutes,
2.16 section 475.61, to pay principal of and interest on the bonds is not subject to any levy
2.17 limitation. Any debt remaining on projects listed under subdivision 3 after the application
2.18 of revenues received under subdivisions 1 and 2 may be included in the district's debt
2.19 service revenue under section 123B.53.

2.20 Subd. 5. Termination of taxes. The taxes imposed under subdivisions 1 and 2
2.21 expire at the earlier of (1) 20 years, or (2) when the school district board determines that
2.22 sufficient funds have been received from the taxes to finance the capital and administrative
2.23 costs of the improvements described in subdivision 3, plus the additional amount needed
2.24 to pay the costs related to issuance of bonds under subdivision 4, including interest on the
2.25 bonds. Any funds remaining after completion of the projects and retirement or redemption
2.26 of the bonds may be placed in the general fund of the school district. The taxes imposed
2.27 under subdivisions 1 and 2 may expire at an earlier time if the school district so determines
2.28 by resolution.

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Senate

State of Minnesota

3695
**S.F. No. ~~3736~~ - Local Sales and Use Tax for Independent
School District No. 544, Fergus Falls**

Author: Senator Cal Larson

Prepared by: JoAnne Zoff Sellner, Senate Counsel (651/296-3803)

Date: April 6, 2006

This bill authorizes Independent School District No. 544, Fergus Falls, to impose a sales and use tax of up to one percent to be used to build a new high school and expand and renovate Fergus Falls Middle School. The sales tax is subject to approval by the voters at a general or special election held before December 31, 2008. The school district is also authorized to impose an excise tax of up to \$20 per motor vehicle purchased from a person engaged in the business of selling motor vehicles at retail within the school district.

If the voters approve the imposition of the tax, the school district is authorized to issue up to \$30,000,000 in bonds to pay for the costs of the projects. The debt is not included in the municipal debt limitation and any levy of taxes to pay the debt service is not subject to any levy limitation. The tax will expire at the earlier of 20 years or when the school district board determines that sufficient funds have been received to pay for the projects and the costs related to the issuance of the bonds.

MJA:dv

MINNESOTA • REVENUE

LOCAL SALES AND USE TAX Independent School District 544

March 28, 2006

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue

Analysis of H.F. 3994 (Nornes) *SF 30 95 (CLANSON)*

The bill authorizes Independent School District No. 544, Fergus Falls, to impose a general sales and use tax of up to 1.0% and an excise tax of up to \$20 per motor vehicle sold by dealers in the district.

The bill would have no impact on any state fund. Revenue from the proposed tax would go to the school district for the purposes specified in the bill.

Source: Minnesota Department of Revenue
Tax Research Division
http://www.taxes.state.mn.us/taxes/legal_policy

hf3994_1/tfe

Senator Higgins introduced—

S.F. No. 3180: Referred to the Committee on Taxes.

1.1 A bill for an act
1.2 relating to taxation; creating a sales tax exemption for the purchase of voting
1.3 machines by counties; amending Minnesota Statutes 2004, section 297A.70,
1.4 subdivision 3.

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

1.6 Section 1. Minnesota Statutes 2004, section 297A.70, subdivision 3, is amended to
1.7 read:

1.8 Subd. 3. **Sales of certain goods and services to government.** (a) The following
1.9 sales to or use by the specified governments and political subdivisions of the state are
1.10 exempt:

1.11 (1) repair and replacement parts for emergency rescue vehicles, fire trucks, and
1.12 fire apparatus to a political subdivision;

1.13 (2) machinery and equipment, except for motor vehicles, used directly for mixed
1.14 municipal solid waste management services at a solid waste disposal facility as defined in
1.15 section 115A.03, subdivision 10;

1.16 (3) chore and homemaking services to a political subdivision of the state to be
1.17 provided to elderly or disabled individuals;

1.18 (4) telephone services to the Department of Administration that are used to provide
1.19 telecommunications services through the intertechnologies revolving fund;

1.20 (5) firefighter personal protective equipment as defined in paragraph (b), if purchased
1.21 or authorized by and for the use of an organized fire department, fire protection district, or
1.22 fire company regularly charged with the responsibility of providing fire protection to the
1.23 state or a political subdivision;

2.1 (6) bullet-resistant body armor that provides the wearer with ballistic and trauma
2.2 protection, if purchased by a law enforcement agency of the state or a political subdivision
2.3 of the state, or a licensed peace officer, as defined in section 626.84, subdivision 1;

2.4 (7) motor vehicles purchased or leased by political subdivisions of the state if the
2.5 vehicles are exempt from registration under section 168.012, subdivision 1, paragraph (b),
2.6 exempt from taxation under section 473.448, or exempt from the motor vehicle sales tax
2.7 under section 297B.03, clause (12);

2.8 (8) equipment designed to process, dewater, and recycle biosolids for wastewater
2.9 treatment facilities of political subdivisions, and materials incidental to installation of
2.10 that equipment; ~~and~~

2.11 (9) sales to a town of gravel and of machinery, equipment, and accessories, except
2.12 motor vehicles, used exclusively for road and bridge maintenance, and leases by a town of
2.13 motor vehicles exempt from tax under section 297B.03, clause (10); and

2.14 (10) voting equipment purchased between January 1, 2006, and January 1, 2008,
2.15 by a county to comply with United States Code, title 42, section 15481, ("Help America
2.16 Vote Act of 2002").

2.17 (b) For purposes of this subdivision, "firefighters personal protective equipment"
2.18 means helmets, including face shields, chin straps, and neck liners; bunker coats and
2.19 pants, including pant suspenders; boots; gloves; head covers or hoods; wildfire jackets;
2.20 protective coveralls; goggles; self-contained breathing apparatus; canister filter masks;
2.21 personal alert safety systems; spanner belts; optical or thermal imaging search devices;
2.22 and all safety equipment required by the Occupational Safety and Health Administration.

2.23 **EFFECTIVE DATE. This section is effective retroactively from January 1, 2006.**

**Senate Counsel, Research,
and Fiscal Analysis**

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State of Minnesota

S.F. No. 3180 - Sales Tax Exemption for Voting Equipment

Author: Senator Linda Higgins

Prepared by: Michelle Allen, Senate Counsel (651/296-0558)

Date: April 6, 2006

This bill exempts from sales tax the purchase by counties of voting equipment required by the federal Help America Vote Act of 2002.

MJA:dv

MINNESOTA • REVENUE

SALES AND USE TAX Voting Equipment

April 6, 2006

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue
Analysis of S.F. 3180 (Higgins) / H.F. 3669 (Brod)

	<u>Fund Impact</u>			
	<u>F.Y. 2006</u>	<u>F.Y. 2007</u>	<u>F.Y. 2008</u>	<u>F.Y. 2009</u>
General Fund	\$0	(\$2,275)	\$0	\$0

(000's)

Effective for purchases between January 1, 2006, and January 1, 2008

EXPLANATION OF THE BILL

Current Law: With the exception of school districts, sales to local units of government are generally subject to the sales and use tax.

Current law requires that voting systems for disabled voters be available for use in federal and state elections held after December 31, 2005, and in county, municipal, and school district elections held after December 31, 2007

Proposed Law: The bill exempts voting equipment purchased by counties in order to comply with the federal Help America Vote Act (HAVA) of 2002.

REVENUE ANALYSIS DETAIL

- The analysis was based on information from the Secretary of State's office and a county representative.
- In 2005 the Minnesota Legislature appropriated \$35 million in federal funds for use by counties to upgrade their voting equipment, under specifications set by the Secretary of State, in order to comply with the federal HAVA law. The Secretary of State has already disbursed most of the \$35 million in grants to the counties.
- Approximately 92.9% of the money will be spent on voting equipment; the remainder is for nontaxable expenses such as custom programming and equipment storage.
- It was estimated that counties will encumber 80% of the grant money in orders to the approved equipment vendor in fiscal year 2006 with the remaining 20% of orders taking place in fiscal year 2007.
- In addition, it was estimated that counties will spend \$2.5 million from local funds on HAVA-related voting equipment, also in fiscal year 2007.
- Total exempt expenditures were estimated at \$35.015 million.
- The total revenue impact at 6.5% is \$2.275 million.

REVENUE ANALYSIS DETAIL (cont.)

- It was assumed that any tax paid during fiscal year 2006 would be refunded to counties in fiscal year 2007.

Number of Taxpayers: All 87 counties would likely benefit from the exemption.

Source: Minnesota Department of Revenue
Tax Research Division
http://www.taxes.state.mn.us/taxes/legal_policy

Senators Moua, Limmer and Pogemiller introduced--
S.F. No. 3723: Referred to the Committee on Taxes.

A bill for an act
relating to taxation; extending a sales tax exemption on construction materials
for low-income housing to limited partnerships in which the sole general partner
is a nonprofit corporation; amending Minnesota Statutes 2004, section 297A.71,
subdivision 23.

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

Section 1. Minnesota Statutes 2004, section 297A.71, subdivision 23, is amended to
read:

Subd. 23. **Construction materials for qualified low-income housing projects.** (a)
Purchases of materials and supplies used or consumed in and equipment incorporated into
the construction, improvement, or expansion of qualified low-income housing projects are
exempt from the tax imposed under this chapter if the owner of the qualified low-income
housing project is:

(1) the public housing agency or housing and redevelopment authority of a political
subdivision;

(2) an entity exercising the powers of a housing and redevelopment authority within
a political subdivision;

(3) a limited partnership in which the sole general partner is an authority under
clause (1) or an entity under clause (2) ^{or managing} (4);

(4) a nonprofit corporation subject to the provisions of chapter 317A, and qualifying
under section 501(c)(3) or 501(c)(4) of the Internal Revenue Code of 1986, as amended; or

(5) an owner entity, as defined in Code of Federal Regulations, title 24, part 941.604,
for a qualified low-income housing project described in paragraph (b), clause (5).

This exemption applies regardless of whether the purchases are made by the owner
of the facility or a contractor.

- 2.1 (b) For purposes of this exemption, "qualified low-income housing project" means:
- 2.2 (1) a housing or mixed use project in which at least 20 percent of the residential units
- 2.3 are qualifying low-income rental housing units as defined in section 273.126;
- 2.4 (2) a federally assisted low-income housing project financed by a mortgage insured
- 2.5 or held by the United States Department of Housing and Urban Development under
- 2.6 United States Code, title 12, section 1701s, 1715l(d)(3), 1715l(d)(4), or 1715z-1; United
- 2.7 States Code, title 42, section 1437f; the Native American Housing Assistance and
- 2.8 Self-Determination Act, United States Code, title 25, section 4101 et seq.; or any similar
- 2.9 successor federal low-income housing program;
- 2.10 (3) a qualified low-income housing project as defined in United States Code, title
- 2.11 26, section 42(g), meeting all of the requirements for a low-income housing credit under
- 2.12 section 42 of the Internal Revenue Code regardless of whether the project actually applies
- 2.13 for or receives a low-income housing credit;
- 2.14 (4) a project that will be operated in compliance with Internal Revenue Service
- 2.15 revenue procedure 96-32; or
- 2.16 (5) a housing or mixed use project in which all or a portion of the residential units
- 2.17 are subject to the requirements of section 5 of the United States Housing Act of 1937.
- 2.18 (c) For a project, a portion of which is not used for low-income housing units,
- 2.19 the amount of purchases that are exempt under this subdivision must be determined by
- 2.20 multiplying the total purchases, as specified in paragraph (a), by the ratio of:
- 2.21 (1) the total gross square footage of units subject to the income limits under section
- 2.22 273.126, the financing for the project, the federal low-income housing tax credit, revenue
- 2.23 procedure 96-32, or section 5 of the United States Housing Act of 1937, as applicable
- 2.24 to the project; and
- 2.25 (2) the total gross square footage of all units in the project.
- 2.26 (d) The tax must be imposed and collected as if the rate under section 297A.62,
- 2.27 subdivision 1, applied, and then refunded in the manner provided in section 297A.75.

**Senate Counsel, Research,
and Fiscal Analysis**

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Senate

State of Minnesota

**S.F. No. 3723 - Sales Tax Exemption on Low-Income
Housing**

Author: Senator Mee Moua

Prepared by: Michelle Allen, Senate Counsel (651/296-0558)

Date: April 6, 2006

This bill extends the current sales tax exemption on construction materials for low-income housing to limited partnerships where one of the sole general partners is a nonprofit organization.

MJA:dv

#5

March 28, 2006



HousingMinnesota

Homes For All

Sales Tax Exemption for Affordable Housing Support SF3723/HF4086 to Extend Sales Tax Exemption on Construction Materials Used for Affordable Housing Development to Limited Partnerships Where a Nonprofit is the General Partner

Background: Current statute provides a sales tax exemption on construction materials used to develop affordable rental housing owned by:

- A Nonprofit Developer;
- A Public Housing Agency (PHA) or Housing & Redevelopment Authority (HRA);
- Privately Owned Public Housing (example: Heritage Park, Minneapolis);
- Limited Partnerships where the general partner is a PHA or HRA.

The exemption is:

- Pro-rated based on the number of qualifying units in a development;
- Applied in the form of a refund;
- Estimated to generate a savings of \$2,400 per eligible unit.

Why Extend the Sales Tax Exemption? To reduce the cost of developing low-income housing. Affordable housing requires a significant amount of public investment, usually from multiple sources. A sales tax exemption on construction materials would save approximately \$2,400 per eligible unit. This is why the legislature previously approved the sales tax exemption for public agencies, nonprofits and those limited partnerships having a public agency general partner.

What would be the cost to the state? Approximately \$1.5 million annually. In 2005, 13 projects with 620 eligible units were developed by nonprofits and utilized Low Income Housing Tax Credits awarded by the Minnesota Housing Finance Agency and public sub-allocators of tax credits.

About Low Income Housing Tax Credits and Limited Partnerships: Low Income Housing Tax Credits are the most common financial tool used to develop affordable rental housing. To increase the country's supply of affordable housing, the federal government authorizes states to annually issue a limited amount of tax credits based on each state's population. In 2005, Minnesota received authority to issue \$9.1 million in federal housing tax credits.

MHFA and other public bodies award these federal tax credits on a competitive basis to developers proposing to build or rehabilitate affordable rental housing. Only tax paying entities can take advantage of tax credits. Therefore to utilize the credits, nonprofit and public developers of affordable housing must form limited partnerships with investors. The nonprofit or public agency as general partner retains management control of the property. The investors, as limited partners, provide equity for the development of the affordable housing, often nearly one-half of the total project cost, in return for the tax credits. By agreement with MHFA these properties must remain affordable for a minimum of 15 years.

**Sales Tax Exemption on Construction Materials
Case Study: The Sinclair, Chaska MN**

Development Structure:	Limited Partnership
General Partner	Central Community Housing Trust
Estimated Equity Contribution from Investor:	\$6.3 million
Total Number of Units:	115
Affordable Units (at or below 60% AMI):	57
Estimated Tax Savings per unit:	\$2400
Total Estimated Savings:	\$136,000



Central Community Housing Trust (CCHT) is a private, nonprofit, community-based provider of affordable housing. CCHT's first suburban development, the Sinclair, will provide 115 apartments and 12,000 square feet of commercial space in the center of Clover Field, a "traditionally designed" neighborhood in western Chaska.

The Sinclair will help ensure that people of all income levels have access to housing options as Chaska's rising housing prices outpace residents' incomes.

A landscaped courtyard and structured play space for young children are two of the site's community-oriented features.

Clover Field features community spaces, walkable streets, a neighborhood center, and a variety of housing options. The City of Chaska began the planning process for Clover Field in 2000 and began construction in 2001.

The development contains a mix of unit sizes from one to three bedrooms. It is located across from a Park & Ride lot, an elementary school, and a community center. Underground parking will allow green space for a landscaped courtyard, including a structured play space for young children.

1.1 Senator moves to amend S.F. No. XXXX as follows:

1.2 Page ..., after line ..., insert:

1.3 "Sec... .. Minnesota Statutes 2004, section 272.02, is amended by adding a
1.4 subdivision to read:

1.5 Subd. 84. Electric generation facility; personal property. Notwithstanding
1.6 subdivision 9, clause (a), attached machinery and other personal property which is part
1.7 of a 10.3 megawatt run-of-the-river hydroelectric generation facility and that meets the
1.8 requirements of this subdivision is exempt. At the time of construction, the facility must:

1.9 (1) utilize between 12 and 16 turbine generators at a dam site existing on March
1.10 31, 1994;

1.11 (2) be located on land within 3,000 feet of a 13.8 kilovolt distribution substation; and

1.12 (3) be eligible to receive a renewable energy production incentive payment under
1.13 section 216C.41.

1.14 Construction of the facility must be commenced after April 30, 2006, and
1.15 before January 1, 2009. Property eligible for this exemption does not include electric
1.16 transmission lines and interconnections or gas pipelines and interconnections appurtenant
1.17 to the property or the facility.

1.18 EFFECTIVE DATE. This section is effective for property taxes levied in 2006,
1.19 payable in 2007, and thereafter.

1.20 Sec. ... Minnesota Statutes 2004, section 297A.71, is amended by adding a subdivision
1.21 to read:

1.22 Subd. 37. Hydroelectric generating facility. Materials and supplies used or
1.23 consumed in the construction of a 10.3 megawatt run-of-the-river hydroelectric generating
1.24 facility that meets the requirements of this subdivision are exempt. To qualify for the
1.25 exemption under this subdivision, a hydroelectric generating facility must:

1.26 (1) utilize between 12 and 16 turbine generators at a dam site existing on March
1.27 31, 1994;

1.28 (2) be located on land within 3,000 feet of a 13.8 kilovolt distribution circuit; and

1.29 (3) be eligible to receive a renewable energy production incentive payment under
1.30 section 216C.41.

1.31 EFFECTIVE DATE. This section is effective for sales and purchases made after
1.32 April 30, 2006, and on or before December 31, 2009."

1.33 Renumber the sections in sequence and correct the internal references

1.34 Amend the title accordingly

#6

Lower St. Anthony Falls Hydroelectric Project

103A.203 Hydropower policy.

The legislature finds that:

(1) the public health, safety, and welfare of the state are also promoted by the use of state waters to produce hydroelectric or hydromechanical power in a manner consistent with laws relating to dam construction, reconstruction, repair, and maintenance; and

(2) the leasing of existing dams and potential dam sites primarily for power generation is a valid public purpose.

HIST: 1990 c 391 art 1 s 4

GENERAL SUMMARY

Hydroelectric power is one of the oldest sources of electrical energy. The Minneapolis Power Plant, utilizing power from St. Anthony Falls, built in 1882, was the first plant in the United States to produce electrical energy for streetlights. For the last 120 years hydroelectric generation has been utilized throughout the United States and the world to provide a source of renewable energy without producing greenhouse gas emissions. There are currently eight different hydroelectric generating facilities on the Mississippi River within the State of Minnesota.

How hydropower works...

The electrical energy produced from hydroelectric power converts the potential energy of flowing and falling water into electric energy utilizing hydraulic turbines and electrical generators. The amount of energy available at any hydroelectric site is dependent upon the head (height) difference between the upstream and downstream pool, and the volume of water flow. Larger river systems, such as the Mississippi River, have larger and more predictable water flows and are therefore a good source of hydroelectric power.

The heart of any hydroelectric generating facility is the turbine and generator. Turbines can take the form of propellers or other configurations. Water passing through the turbine impacts the propellers, rotates the turbine shaft, which is connected to an electrical generator. The electrical energy produced by the generator is then transmitted to a transformer and then to the utility grid. The amount of energy produced is related to the overall head and volume of water at the site. The amount of flow to the turbine is regulated in order to have the turbine generator units operate at a constant speed. The overall generation of a hydroelectric project will vary from day to day and from month to month. The power production from a hydroelectric facility can be estimated from the historic stream flow records for the river.

Background of this particular hydro project

The Lower St. Anthony Falls Hydroelectric Project is a 10.3 MW (10,300 kilowatt) hydroelectric project that will be developed at the Corps of Engineers' Lower St. Anthony Falls Lock & Dam. The project will utilize HydroMatrix turbine technology developed by VA Tech Hydro and the unused auxiliary lock structure at the Lower St. Anthony Falls Project. HydroMatrix technology has been used on several projects in Europe and was developed to allow for the economical development of renewable hydroelectric energy at existing dams. The Lower St. Anthony Falls project has been under development since 2001. The Federal Energy Regulatory Commission issued a license on February 21, 2006.

In 2004 the Lower St. Anthony Falls Project was selected by Xcel Energy to receive a renewable energy grant of \$2 million. Power from the project will be sold to Xcel Energy under a long-term contract. The project construction is scheduled to begin mid-2006 and to be completed in mid-2008. VA Tech Hydro will be responsible for manufacture, fabrication and installation of the HydroMatrix turbine units. Throughout the development process SAF has consulted frequently with the Corps of Engineers and other regulatory authorities.

When completed, the project will produce an average of 60 million kWh (60,000 MWH) annually. The project will represent a reliable source of renewable energy located in the heart of the Minneapolis electrical load center sufficient to meet the needs of approximately 19,000 residential users.

Additional Information, maps and photographs can be obtained at the project website: www.SAFHYDRO.com.

Project Concept

The Lower St. Anthony Falls Hydroelectric (LSAF) project is a 10.3 MW run-of-river hydroelectric plant located on the Mississippi River at the Lower St. Anthony Falls Lock and Dam in the heart of Minneapolis. Run-of-river hydroelectric plants use the river flow on an instantaneous basis and do not store water. The St. Anthony Falls navigation project is operated by the U.S. Army Corps of Engineers and includes two separate locks and dams located at the Upper and Lower St. Anthony Falls sites. The lower site has a generation head of approximately 24 feet. The St. Anthony Falls navigation project was constructed in the mid twentieth century to provide commercial navigation access to the terminal and harbor sites located in the 3.5 mile river corridor above St. Anthony Falls. Xcel Energy currently operates a 12.4 MW project at the Upper St. Anthony Falls.

Prior to 1987 a turn of the century powerhouse operated at the Lower St. Anthony Falls site. This project was constructed in 1898 and supplied power to the rapid transit system in Minneapolis until the 1950's. The original 8.5 MW project was part of the Northern States Power's (NSP) St. Anthony Falls Hydroelectric development that included both the Upper and Lower sites. In November 1987 the original powerhouse at Lower St. Anthony Falls failed due to internal erosion of the underlying sandstone. Subsequent to the powerhouse failure, NSP evaluated reconstruction of the facility. In November, 1990 the Federal Energy Regulatory Commission (FERC) approved an amendment to the existing NSP license for the construction of a new powerhouse at the Lower St. Anthony Falls site. In 1994, NSP determined that this development

was not economically feasible (natural gas was very affordable) and on August 10, 1994 requested that the FERC remove the lower site from the existing license. The proposed project will restore the historic use of LSAF to provide power to the metropolitan area.

REGULATORY LICENSES, PERMITS, & REQUIREMENTS

The Lower St. Anthony Falls Project requires the following licensures, authorizations, etc. A license from the Federal Energy Regulatory Commission (obtained 2/21/06), approval by the Corps of the projects drawings and specifications, a Corps of Engineers Section 10 permit (waived) and cooperation with federal agencies in the development and operation of the project.

<u>Entity</u>	<u>Requirement</u>	<u>Status</u>
FERC	License	obtained
US Army Corps of Engineers	Concept Approval	near completion
US Army Corps of Engineers	Sect. 10 permit	waived

RENEWABLE ENERGY GRANT

In conjunction with the legislative approval to store nuclear waste in casks at the Prairie Island Nuclear Plant, the Minnesota Legislature in 2003 required Xcel Energy to establish a fund for the research and development of renewable energy projects. Revenues for this fund are derived upon annual fees associated with the storage of each cask of nuclear waste stored at the Prairie Island facility. Since its establishment in 2001 the Renewable Energy Fund has issued two rounds of requests for proposal for funding. The first occurred in 2001. A second request for proposals was made in December 2003.

The second round of grants had approximately \$25 million available to fund research related to renewable energy and the development of renewable energy projects. A maximum funding amount of \$2 million per project was established for the 2003 funding cycle. The project team for the LSAF proposal for \$2 million in funding was one of approximately 50 projects requesting funding for renewable generation projects. This project is one of seven projects for the generation of energy to receive funding under this grant program. Based upon the selection by Xcel Energy, the Lower St. Anthony Falls Hydroelectric Project will receive \$2 million in grant funding. At the present time SAF Hydroelectric (the project management entity) is negotiating the terms of the grant agreement with Xcel. Based upon the current proposals, SAF would receive approximately \$500,000 in funding prior to completion of the project. An additional \$1.5 million would be provided after the Lower St. Anthony Falls Project is online and generating. The initial \$500,000 of funding will be distributed based upon completion of milestones that extend from the receipt of the FERC license to the midpoint of the actual construction process.

LAND REQUIREMENTS

The principal owner of the lands required for the project is the U.S. Army Corps of Engineers' St. Paul District. The Corps of Engineers' stated policy is to encourage the development of the hydroelectric potential at its sites in a manner that does not interfere with the primary Corps mission at the site. Similar run-of-river hydroelectric projects are currently in operation at the Ford Dam located immediately downstream from Lower St. Anthony Falls and at Lock and Dam No. 2 in Hastings Minnesota. Xcel Energy currently operates a 12.4 MW plant at the Corps Upper St. Anthony Falls Project. Requirements for site access at Corps facilities are generally developed as part of a Memorandum of Understanding (MOU) between the hydroelectric operator and the Corps of Engineers. This memorandum of understanding is in development for the LSAF project, now that the license by the Federal Energy Regulatory Commission has been awarded (as of February 21, 2006).

In addition to the property owned by the U.S. Army Corps of Engineers the FERC license requires the interconnection of the project transmission with Xcel Energy facilities. Xcel Energy recently conducted an interconnection study that indicated the most feasible alternative would be to modify the existing overhead transmission line that serves the Corps of Engineers Lock and Dam. Recent discussions with the Minneapolis Park and Recreation Board indicate that this would be an acceptable plan.

PROJECT COSTS & STATE AND FEDERAL SUPPORT

The overall estimated project cost is \$29,000,000. Incentive payments and tax credits from the State and Federal government are necessary, in order for the project to be financially viable. Such payments were available if the project was completed and functioning by December 31, 2007. The completion of the project by December of 2007 is now impossible, given the issuance of the FERC license 8 months after the original date predicted by the FERC and the unanticipated additional requirements imposed on the project by the FERC license.

State Support

The Minnesota Legislature passed legislation in 1999 granting renewable energy sources (including sources such as wind power and hydropower) a production incentive of 1.5 cents per kWh produced. This incentive credit is funded in part by the Renewable Development Fund and would be available for the power produced by the project for the first ten years of its operation. In 2005, this legislation was amended by the Minnesota Legislature to allow hydroelectric facilities that begin commercial operation before December 31, 2007 to receive this incentive credit.

In addition to the incentive credit granted by the legislature, exemption from sales and personal property taxes was granted to the Crown Hydro Project (the hydro project to be located in the Upper St. Anthony Falls area). Exemption from the sales and property tax would help SAF defray the impact of 1) the unfunded federal incentive payments that were originally relied upon in the early stages of development of the project; and 2) the new burden imposed by the FERC of acquiring land from Xcel Energy.

Federal Support

In August 2005, President Bush signed a comprehensive energy bill, The National Energy Policy Act of 2005, that provided a plan for future energy development in the United States. The bill incorporated a number of tax credit incentives for renewable energy in the legislation. For new hydroelectric development at existing dams, the bill provides a production incentive of 1.8 cents per kWh for the first ten years of generation. The maximum payment for any project would be \$750,000 per year. To be eligible, the new hydroelectric project needs to be installed at existing dams or be an increase in the generating capacity at existing hydroelectric facilities. This legislation requires that the facilities be licensed by the FERC and be operational within ten years of enactment of the legislation (August 2015). For the LSAF project, the annual payment would be \$750,000 for the first ten years of operation. As of February 2006, this legislation is unfunded. Tax credits are also provided under the federal act, but the project must be completed by 2007. This is not possible, given the reasons discussed above.

REQUEST FOR MINNESOTA LEGISLATIVE ACTION

We are asking your assistance in two areas:

- 1) An extension of the time period for eligibility for incentive payments, and
- 2) The same exemption from sales and income tax granted to the Crown Hydro Project.

For more information, please contact:
Lynne Osterman, Gray Plant Mooty
612.632.3292
lynne.osterman@gpmlaw.com

1.1 A bill for an act
1.2 relating to public safety; establishing the fire safety account from revenues on fire
1.3 premiums and assessments; abolishing the fire insurance tax; proposing coding
1.4 for new law in Minnesota Statutes, chapter 299F; repealing Minnesota Statutes
1.5 2004, section 297I.05, subdivision 6.

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

1.7 Section 1. [299F.012] FIRE SAFETY ACCOUNT.

1.8 Subdivision 1. Insurance policies surcharge. (a) Except as otherwise provided
1.9 in subdivision 6, each insurer engaged in writing policies of homeowners insurance
1.10 authorized in section 60A.06, subdivision 1, clause (1)(c), or commercial fire policies
1.11 shall collect a surcharge equal to .75 percent of the gross premiums and assessments, less
1.12 return premiums, on direct business received by the company, or by its agents for it, for
1.13 homeowner's and commercial fire insurance policies in this state. The definitions under
1.14 section 297I.01 apply for purposes of this section.

1.15 (b) The surcharge amount collected under paragraph (a) may not be considered
1.16 premium for any purpose, including the computation of premium tax or agents'
1.17 commissions. The surcharge amount must be separately stated on either a billing or policy
1.18 declaration sent to an insured. Insurers shall remit the revenue derived from this section
1.19 at least quarterly to the Department of Revenue for deposit in the fire safety account
1.20 established pursuant to subdivision 2.

1.21 Subd. 2. Fire safety account, annual transfers, allocation. A special account, to
1.22 be known as the fire safety account, is created in the state treasury. The account consists of
1.23 the proceeds under subdivision 1. \$250,000 of the revenue in the account each year is
1.24 appropriated to the Department of Revenue to offset the cost of collecting and transferring
1.25 the funds. Revenue in excess of \$250,000 is appropriated to the Department of Public

2.1 Safety and must be used for the activities and programs identified by the commissioner of
2.2 the Department of Public Safety as essential fire service programs within Minnesota.

2.3 Subd. 3. **Authorized programs within department.** From the revenues
2.4 appropriated under subdivision 2, the commissioner of public safety shall expend funds
2.5 for the activities and programs identified by the advisory committee established under
2.6 subdivision 4 and recommended to the commissioner of public safety. These funds are to
2.7 be used to provide resources needed for identified activities and programs of the Minnesota
2.8 fire service and to ensure the State Fire Marshal Division responsibilities are fulfilled.

2.9 Subd. 4. **Fire service advisory committee.** The Fire Service Advisory Committee
2.10 shall provide recommendations to the commissioner of public safety on fire service related
2.11 issues and shall consist of representatives of each of the following organizations: two
2.12 appointed by the president of the Minnesota State Fire Chiefs Association, two appointed
2.13 by the president of the Minnesota State Fire Department Association, two appointed by the
2.14 president of the Minnesota Professional Firefighters, two appointed by the president of the
2.15 League of Minnesota Cities, one appointed by the president of the Minnesota Association
2.16 of Townships, one appointed by the president of the Insurance Federation of Minnesota,
2.17 one appointed jointly by the presidents of the Minnesota Chapter of the International
2.18 Association of Arson Investigators and the Fire Marshals Association of Minnesota, and
2.19 the commissioner of public safety or the commissioner's designee. The commissioner of
2.20 public safety must ensure that at least three of the members of the advisory committee
2.21 work and reside in counties outside of the seven-county metropolitan area. The committee
2.22 shall provide funding recommendations to the commissioner of public safety from the
2.23 fire safety fund for the following purposes:

2.24 (1) for the Minnesota Board of Firefighter Training and Education;

2.25 (2) for programs and staffing for the State Fire Marshal Division; and

2.26 (3) for fire-related regional response team programs and any other fire service
2.27 programs that have the potential for statewide impact.

2.28 Subd. 5. **Report; accounting; carryover.** The commissioner of public safety shall,
2.29 by December 1 of each year, (1) provide an accounting of how the funds in the fire safety
2.30 account were spent in the preceding fiscal year and (2) report any funds not spent in a
2.31 fiscal year to the chairs of the committees of the house of representatives and the senate
2.32 having jurisdiction over public safety finance. Money in the account does not cancel but
2.33 remains available for expenditures for the programs identified in subdivisions 3 and 4.

2.34 Subd. 6. **Exemptions.** (a) This section does not apply to a farmers' mutual fire
2.35 insurance company or township mutual fire insurance company in Minnesota organized
2.36 under chapter 67A.

3.1 **(b) An insurer described in section 297I.05, subdivisions 3 and 4, authorized to**
3.2 **transact business in Minnesota shall elect to remit to the Department of Revenue for**
3.3 **deposit in the fire safety account either (1) the surcharge amount collected under this**
3.4 **section or (2) a tax of one-half of one percent on the gross fire premiums and assessments,**
3.5 **less return premiums, on all direct business received by the insurer during the year.**

3.6 **(c) For purposes of this subdivision, "gross fire premiums and assessments" includes**
3.7 **premiums on policies covering fire risks only on automobiles, whether written under**
3.8 **floater form or otherwise.**

3.9 **Sec. 2. REPEALER.**

3.10 **Minnesota Statutes 2004, section 297I.05, subdivision 6, is repealed.**

3.11 **Sec. 3. EFFECTIVE DATE; APPLICATION.**

3.12 **Sections 1 and 2 are effective July 1, 2007, and apply to policies written or renewed**
3.13 **on or after that date.**

297L.01 INSURANCE TAXES

785

CHAPTER 297L

INSURANCE TAXES

297L.01	Definitions.	297L.50	Order of assessment.
297L.05	Tax imposed.	297L.55	Examinations; audits and collections.
297L.10	Surcharge on premiums to restore deficiency in special fund.	297L.60	Claims for refund.
297L.15	Exemptions from tax.	297L.65	Limitations of time for assessment of tax.
297L.20	Offsets against premium taxes.	297L.70	Limitation on claims for refund.
297L.25	Information returns.	297L.75	Consent to extend time.
297L.30	Due dates for filing returns.	297L.80	Interest.
297L.35	Payment of tax.	297L.85	Civil penalties.
297L.40	Estimated tax.	297L.90	Criminal penalties.
297L.45	Assessments.	297L.95	Administrative appeals.

297L.01 DEFINITIONS.

Subdivision 1. **Terms.** Unless the language or context clearly indicates that a different meaning is intended, for the purposes of this chapter, the following terms have the meanings given them.

Subd. 2. **Association or associations.** "Association" or "associations" has the meaning given in section 60A.02, subdivision 1a.

Subd. 3. **Commissioner.** "Commissioner" means the commissioner of revenue of the state of Minnesota.

Subd. 4. **Community integrated service network.** "Community integrated service network" has the meaning given in section 62N.02, subdivision 4a.

Subd. 5. **Company or insurance company.** "Company" or "insurance company" has the meaning given in section 60A.02, subdivision 4.

Subd. 6. **Department of Revenue.** "Department of Revenue" means the Minnesota Department of Revenue or commissioner of revenue.

Subd. 7. **Domestic.** "Domestic" has the meaning given in section 60A.02, subdivision 5.

Subd. 8. **Foreign.** "Foreign" has the meaning given in section 60A.02, subdivision 6.

Subd. 9. **Gross premiums.** "Gross premiums" means total premiums paid by policyholders and applicants of policies, whether received in the form of money or other valuable consideration, on property, persons, lives, interests and other risks located, resident, or to be performed in this state, but excluding consideration and premiums for reinsurance assumed from other insurance companies. The term "gross premiums" includes the total consideration paid to bail bond agents for bail bonds: For title insurance companies, "gross premiums" means the charge for title insurance made by a title insurance company or its agents according to the company's rate filing approved by the commissioner of commerce without a deduction for commissions paid to or retained by the agent. Gross premiums of a title insurance company does not include any other charge or fee for abstracting, searching, or examining the title, or escrow, closing, or other related services. The term "gross premiums" includes workers' compensation special compensation fund premium surcharge pursuant to section 176.129.

Subd. 10. **Health maintenance organization.** "Health maintenance organization" has the meaning given in section 62D.02, subdivision 4.

Subd. 11. **Nonprofit health service plan corporation.** "Nonprofit health service plan corporation" has the meaning given in section 62C.02, subdivision 6.

Subd. 12. **Insurance.** "Insurance" means the same as that term is defined in section 60A.02, subdivision 3.

Subd. 13. **Insurance agent or insurance agency.** "Insurance agent" or "insurance agency" has the meaning given in section 60A.02, subdivision 7.

Subd. 14. **Return premiums.** "Return premiums" means the portion of premium unused or unabsorbed portion of premium or member upon a continuance or dividend was earned or premium deposited includes any portion of premium received upon termination of a policy or members cancellation and surrender of policies or

Subd. 15. **State.** "State" has the meaning given in section 60A.02, subdivision 1a.

Subd. 16. **Taxpayer.** "Taxpayer" means a person who is a licensed driver or plus lines licensee, automobile risk self-insured, or other person who is required to pay any amount due under

History: 2000 c 394 art 1 s 1; 2003

297L.05 TAX IMPOSED.

Subdivision 1. **Domestic and foreign.** In this section, a tax is imposed on every person who is a resident of this state. The rate of tax is equal to two percent of gross business received by the insurer or otherwise, during the year.

Subd. 2. **Town and farmers' mutual insurance companies.** "Town and farmers' mutual insurance companies" means mutual insurance companies whose gross premiums less return premiums on all policies are less than one percent of the insurer in Minnesota, in cash or otherwise, during the year.

Subd. 3. **Mutual property and casualty companies at the end of the calendar year.** A mutual property and casualty company with assets of \$5,000,000 or less at the end of the calendar year. A tax is equal to one percent of gross business received by the insurer or otherwise, during the year.

Subd. 4. **Mutual property and casualty companies on December 31, 1999.** "Mutual property and casualty companies" means mutual property and casualty companies that had total assets of \$1,600,000,000 or less at the end of the calendar year but that had total assets of \$1,600,000,000 or more on December 31, 1999. The rate of tax is equal to:

(1) two percent of gross premium received by the insurer or agents of the insurer or otherwise, during the year; and

(2) 1.26 percent of gross premium received by the insurer or otherwise, during the year.

Subd. 5. **Health maintenance organizations, and community integrated service plan corporations.** "Health maintenance organizations, and community integrated service plan corporations" means health maintenance organizations, community integrated service plan corporations, and community integrated service plan corporations that received in calendar years 2001 to 2003

(b) For calendar years after 2003, health maintenance organizations, community integrated service plan corporations. The rate of tax is equal to two percent of gross premiums received in the calendar year.

(c) In approving the premium schedule under section 62A.65, subdivision 3, the commissioner shall exempt any exemption from tax as described in section 62A.65, subdivision 3.

(d) The commissioner shall determine the amount of tax collected under this chapter from

Subd. 14. Return premiums. "Return premiums" means any dividend or any unabsorbed portion of premium deposit or assessment that is applied toward payment of any premium, premium deposit, or assessment due from the policyholder or member upon a continuance or renewal of the insurance on account of which the dividend was earned or premium deposit or assessment paid. Return premiums also include any portion of premium returned by the company upon cancellation or termination of a policy or membership, except surrender values paid upon the cancellation and surrender of policies or certificates of life insurance.

Subd. 15. State. "State" has the meaning given in section 60A.02, subdivision 18.

Subd. 16. Taxpayer. "Taxpayer" means any insurance company, association, surplus bond licensee, automobile risk self-insurer, or insured or any other person or entity required to pay any amount due under this chapter.

History: 2000 c 394 art 1 s 1; 2003 c 127 art 7 s 12

TAX IMPOSED.

Subdivision 1. Domestic and foreign companies. Except as otherwise provided in this section, a tax is imposed on every domestic and foreign insurance company. The rate of tax is equal to two percent of all gross premiums less return premiums on all direct business received by the insurer or agents of the insurer in Minnesota, in cash or otherwise, during the year.

Subd. 2. Town and farmers' mutual insurance. A tax is imposed on town and farmers' mutual insurance companies. The rate of tax is equal to one percent of gross premiums less return premiums on all direct business received by the insurer or agents of the insurer in Minnesota, in cash or otherwise, during the year.

Subd. 3. Mutual property and casualty companies with assets of \$5,000,000 or less at the end of the calendar year. A tax is imposed on mutual property and casualty companies with assets of \$5,000,000 or less at the end of the calendar year. The rate of tax is equal to one percent of gross premiums less return premiums on all direct business received by the insurer or agents of the insurer in Minnesota, in cash or otherwise, during the year.

Subd. 4. Mutual property and casualty companies with total assets less than \$1,600,000,000 on December 31, 1989. A tax is imposed on mutual property and casualty companies that had total assets greater than \$5,000,000 at the end of the calendar year but that had total assets less than \$1,600,000,000 on December 31, 1989. The rate of tax is equal to:

(1) two percent of gross premiums less return premiums on all direct business received by the insurer or agents of the insurer in Minnesota for life insurance, in cash or otherwise, during the year; and

(2) 1.26 percent of gross premiums less return premiums on all other direct business received by the insurer or agents of the insurer in Minnesota, in cash or otherwise, during the year.

Subd. 5. Health maintenance organizations, nonprofit health service plan corporations, and community integrated service networks. (a) Health maintenance organizations, community integrated service networks, and nonprofit health care service plan corporations are exempt from the tax imposed under this section for premiums assessed in calendar years 2001 to 2003.

(b) For calendar years after 2003, a tax is imposed on health maintenance organizations, community integrated service networks, and nonprofit health care service plan corporations. The rate of tax is equal to one percent of gross premiums less return premiums received in the calendar year.

(c) In approving the premium rates as required in sections 62L.08, subdivision 8, and 62A.65, subdivision 3, the commissioners of health and commerce shall ensure that the exemption from tax as described in paragraph (a) is reflected in the premium rate.

(d) The commissioner shall deposit all revenues, including penalties and interest, collected under this chapter from health maintenance organizations, community inte-

grated service networks, and nonprofit health service plan corporations in the health care access fund. Refunds of overpayments of tax imposed by this subdivision must be paid from the health care access fund. There is annually appropriated from the health care access fund to the commissioner the amount necessary to make any refunds of the tax imposed under this subdivision.

Subd. 6. Fire insurance tax. A tax is imposed on every licensed company, including reciprocals or interinsurance exchanges, doing business in this state, except farmers mutual fire insurance companies and township fire insurance companies. The rate of tax is equal to one-half of one percent of the gross fire premiums and assessments, less return premiums, on all direct business received by the company in this state, or by its agents for it, in cash or otherwise, during the year. "Gross fire premiums and assessments" includes premiums on policies covering fire risks only on automobiles, whether written under floater form or otherwise.

Subd. 7. Surplus lines tax. (a) A tax is imposed on surplus lines licensees. The rate of tax is equal to three percent of the gross premiums less return premiums received by the licensee minus any licensee association operating assessments paid under section 60A.208.

(b) If surplus lines insurance placed by a surplus lines licensee and taxed under this subdivision covers a subject of insurance residing, located, or to be performed outside this state, a proper pro rata portion of the entire premium payable for all of that insurance must be allocated according to the subjects of insurance residing, located, or to be performed in this state.

Subd. 8. [Repealed, 1Sp2001 c 5 art 13 s 15]

Subd. 9. Tax on persons, firms, or corporations licensed to procure insurance from unlicensed foreign companies. (a) A tax is imposed on any person, firm, or corporation licensed under section 60A.19, subdivision 8. The rate of tax is equal to two percent of gross premiums paid in the year less return premiums received in the year.

(b)(1) Money collected under this subdivision must be paid to a municipality or a fire department relief association if:

(i) the money is attributable to fire, lightning, or sprinkler insurance premiums paid by an owner to insure property; and

(ii) the property is in a municipality that has an organized fire department, a partly paid fire department, or a volunteer fire department.

The money must be paid to the municipality where the insured property is located, or to the municipality's fire department relief association. The money to be paid includes penalties and interest collected because a property owner failed to pay on time the taxes due under this subdivision.

(2) This paragraph does not apply to taxes paid under this subdivision that are attributable to premiums paid on property if:

(i) the property is owned and occupied exclusively as a homestead, and the owner carries insurance on the property; or

(ii) the property is exempt under section 550.37 and the owner carries insurance on the property.

Subd. 10. Tax on persons, firms, or corporations procuring insurance from an ineligible company. (a) A tax is imposed on each insured in this state who procures, causes to be procured, or continues or renews insurance with an ineligible surplus lines insurer or any self-insurer in this state who procures or continues excess-of-loss, catastrophe, or other insurance upon a subject of insurance resident, located, or to be performed within this state, other than insurance procured pursuant to section 60A.201 or 60A.209, subdivision 1, equal to two percent of gross premiums less return premiums paid for such insurance.

(b) If the insurance described in paragraph (a) also covers a subject of insurance residing, located, or to be performed outside this state, for the purposes of this

subdivision, a proper pro rata portion of insurance must be allocated according to be performed in this state.

(c) For the purposes of this subdivision, an insurer is considered to be a

(1) it was procured through reinsurance from outside this state;

(2) it was procured by an agent outside this state; or

(3) premiums for it are paid for or in part.

Subd. 11. Retaliatory provisions. Taxes, fines, deposits, penalties, licenses, and fees imposed by the laws of this state and their agents doing business in or in excess of those imposed by other states on companies and their agents doing business in this state or country and their agents

(b) If any conditions precedent to doing business in a foreign country are imposed by the laws of that country upon every similar insurance company applying to do business in that state

(c) For purposes of this subdivision, "fees" means an amount of money paid to a state or other similar fund in another state or country for the purpose or use of money deposited in a similar fund in another state or country for the purpose of commerce or insurance for the purpose of a similar agency with jurisdiction over the business, or fees do not include:

(1) special purpose obligation for kinds of insurance, including but not limited to reinsurance with residual market mechanisms;

(2) assessments made by a guaranty association, or similar a

(d) This subdivision applies to paragraph (a), clauses (1) and (2).

(e) This subdivision does not apply to a state or country, the laws of which impose penalties, licenses, or fees or with retaliatory taxes, fines, deposits, or fees on persons domiciled in this state.

Subd. 12. Other entities. (a).

(1) gross premiums less return premiums retained in Minnesota by a risk retention group

(2) gross premiums less return premiums retained in accordance with chapter 71A;

(3) gross premiums less return premiums on policies and contracts of coverage

(4) the direct funded premium received under section 79.34 from self-insurers who are persons that self-insure;

1.1 Senator moves to amend S.F. No. XXXX as follows:

1.2 Page ..., after line ..., insert:

1.3 "Sec. Minnesota Statutes 2004, section 297A.68, subdivision 19, is amended to
1.4 read:

1.5 Subd. 19. **Petroleum products.** The following petroleum products are exempt:

1.6 (1) products upon which a tax has been imposed and paid under chapter 296A,
1.7 and for which no refund has been or will be allowed because the buyer used the fuel
1.8 for nonhighway use;

1.9 (2) products that are used in the improvement of agricultural land by constructing,
1.10 maintaining, and repairing drainage ditches, tile drainage systems, grass waterways, water
1.11 impoundment, and other erosion control structures;

1.12 (3) products purchased by a transit system receiving financial assistance under
section 174.24, 256B.0625, subdivision 17, or 473.384;

1.14 (4) products purchased by an ambulance service licensed under chapter 144E;

1.15 (5) products used in a passenger snowmobile, as defined in section 296A.01,
1.16 subdivision 39, for off-highway business use as part of the operations of a resort as
1.17 provided under section 296A.16, subdivision 2, clause (2); or

1.18 (6) products purchased by a state or a political subdivision of a state for use in motor
1.19 vehicles exempt from registration under section 168.012, subdivision 1, paragraph (b); or

1.20 (7) products purchased for use as fuel for a commuter rail system operating under
1.21 sections 174.80 to 174.90. The tax must be imposed and collected as if the rate under
1.22 section 297A.62, subdivision 1, applied, and then refunded in the manner provided
1.23 in section 297A.75.

1.24 **EFFECTIVE DATE.** This section is effective for purchases made after June 30,
1.25 2006."

1.1 Senator moves to amend S.F. No. XXXX as follows:

1.2 Page ..., after line ..., insert:

1.3 "Sec. Minnesota Statutes 2004, section 297A.68, is amended by adding a
1.4 subdivision to read:

1.5 Subd. 37. Commuter rail materials, supplies, and equipment. Materials,
1.6 supplies, and equipment used or consumed in the construction, equipment, or improvement
1.7 of a commuter rail transportation system operated under sections 174.80 to 174.90 are
1.8 exempt. This exemption includes railroad cars, engines, and related equipment.

1.9 EFFECTIVE DATE. This section is effective for purchases made after June 30,
1.10 2006."

2.1 2006, ~~and~~ \$10,700 for fiscal year 2007, \$22,222 for fiscal years 2008 and 2009, and
 2.2 \$10,700 for fiscal years 2010 and later.

2.3 **EFFECTIVE DATE.** This section is effective for revenue for fiscal year 2008
 2.4 and later.

2.5 Sec. **EDUCATION PROPERTY TAX RELIEF.**

2.6 (a) An education property tax relief account is established in the general fund. \$.....
 2.7 is appropriated in fiscal year 2006 from the tax relief account in the general fund to the
 2.8 education property tax relief account.

2.9 (b) The amounts credited to the property tax relief account shall be credited to the
 2.10 debt service equalization program under Minnesota Statutes, section 123B.53, and the
 2.11 general education program under Minnesota Statutes, section 126C.10, in fiscal years
 2.12 2008 and 2009 to pay for the operating capital equalizing factor reductions included
 2.13 in section 12.

2.14 (c) Notwithstanding Minnesota Statutes, section 126C.10, subdivision 13a, in
 2.15 preparing the expenditure calculations for the February 2007 forecast, the commissioner
 2.16 of education shall adjust the equalizing factors for operating capital revenue for fiscal
 2.17 years 2008 and 2009 to spend the balance in the education property tax relief account
 2.18 credited in paragraph (a). This onetime adjustment must create a single equalizing factor
 2.19 for fiscal years 2008 and 2009 that spreads the education property tax relief account
 2.20 funds between both fiscal years."

1.1 Senator moves to amend S.F. No. as follows:

1.2 Page ..., after line ..., insert:

1.3 "Sec. Minnesota Statutes 2004, section 123B.53, subdivision 5, is amended to
1.4 read:

1.5 Subd. 5. **Equalized debt service levy.** (a) The equalized debt service levy of a
1.6 district equals the sum of the first tier equalized debt service levy and the second tier
1.7 equalized debt service levy.

1.8 (b) A district's first tier equalized debt service levy equals the district's first tier debt
1.9 service equalization revenue times the lesser of one or the ratio of:

1.10 (1) the quotient derived by dividing the adjusted net tax capacity of the district for
1.11 the year before the year the levy is certified by the adjusted pupil units in the district for
1.12 the school year ending in the year prior to the year the levy is certified; to

1.13 (2) ~~\$3,200~~ \$5,000 in fiscal years 2008 and 2009, and \$3,200 in fiscal year 2010
1.14 and later.

1.15 (c) A district's second tier equalized debt service levy equals the district's second
1.16 tier debt service equalization revenue times the lesser of one or the ratio of:

1.17 (1) the quotient derived by dividing the adjusted net tax capacity of the district for
1.18 the year before the year the levy is certified by the adjusted pupil units in the district for
1.19 the school year ending in the year prior to the year the levy is certified; to

1.20 (2) \$8,000.

1.21 **EFFECTIVE DATE.** This section is effective for revenue for fiscal year 2008.

1.22 Sec. Minnesota Statutes 2005 Supplement, section 123B.54, is amended to read:

1.23 **123B.54 DEBT SERVICE APPROPRIATION.**

1.24 (a) ~~\$21,624,000~~ \$22,701,000 in fiscal year 2008 and ~~\$20,403,000~~ \$22,269,000 in
1.25 fiscal year 2009 and later are appropriated from the general fund to the commissioner of
1.26 education for payment of debt service equalization aid under section 123B.53.

1.27 (b) The appropriations in paragraph (a) must be reduced by the amount of any
1.28 money specifically appropriated for the same purpose in any year from any state fund.

1.29 Sec. Minnesota Statutes 2005 Supplement, section 126C.10, subdivision 13a,
1.30 is amended to read:

1.31 Subd. 13a. **Operating capital levy.** To obtain operating capital revenue for fiscal
1.32 year 2007 and later, a district may levy an amount not more than the product of its
1.33 operating capital revenue for the fiscal year times the lesser of one or the ratio of its
1.34 adjusted net tax capacity per adjusted marginal cost pupil unit to the operating capital
1.35 equalizing factor. The operating capital equalizing factor equals \$22,222 for fiscal year

#9

PROPOSED K-12 EDUC. FINANCE

Equalization Increase Proposals

Line No.	Program	Ed Aid FY 2006	Ed Aid FY 2007	Ed Aid FY 2006-07	Ed Aid FY 2008	Ed Aid FY 2009	Ed Aid FY 2006-07	Ed Levies Pay 2007	Ed Levies Pay 2008
1	GRAND TOTAL	0	0	0	58,099	66,488	124,587	(61,495)	(61,975)
2									
3	Increase Operating Capital Eq. Factor to \$22,222	0	0	0	51,363	60,316	111,679	(57,069)	(60,677)
4									
5	Increase First Tier Debt Service Eq. Factor to \$5,000	0	0	0	6,736	6,172	12,908	(4,426)	(1,297)
6									

Fiscal Note – 2005-06 Session

Bill #: S9989-1A **Complete Date:** 04/04/06

Chief Author: STUMPF, LEROY

Title: EQUALIZED DEBT SERVICE LEVY

Fiscal Impact	Yes	No
State	X	
Local	X	
Fee/Departmental Earnings		X
Tax Revenue		X

Agency Name: Education Department

This table reflects fiscal impact to state government. Local government impact is reflected in the narrative only.

Dollars (in thousands)	FY05	FY06	FY07	FY08	FY09
Expenditures					
General Fund				6,736	6,172
Less Agency Can Absorb					
-- No Impact --					
Net Expenditures					
General Fund				6,736	6,172
Revenues					
-- No Impact --					
Net Cost <Savings>					
General Fund				6,736	6,172
Total Cost <Savings> to the State				6,736	6,172

	FY05	FY06	FY07	FY08	FY09
Full Time Equivalents					
-- No Impact --					
Total FTE					

Bill Description

SF 9989 1-A increases the Tier 1 equalizing factor for debt service equalization aid from \$3,200 to \$5,000. M.S. 123B.53, subd. 5 is amended to implement this change. The bill would be effective for revenue for FY 2008 (Pay 2007 levy).

Assumptions

The equalizing factors for debt service aid have not changed for several years. Given that property wealth is generally rising and enrollments are slightly falling, the result is an overall decrease from year to year in the portion of revenue that school districts receive as state aid.

Debt equalization revenue required to service existing school district debt for FY 2008 and FY 2009 is based on February 2006 Forecast and is calculated on a district by district basis holding FY 2007 debt service revenue constant for FY 2008 and FY 2009. The preliminary final 2005 ANTC was used to calculate FY 2008 debt service aid and a three-year moving average of annual ANTC growth was used to estimate the 2006 ANTC for the FY 2009 aid calculation.

A more generous equalization formula will also impact districts that would have passed bond issues even without the aid formula change-they will get a larger amount of aid and a corresponding reduction to levy. These districts will tend to be larger, mostly suburban districts more likely to qualify for Tier 2 debt service aid. As a result, the magnitude of the change (expressed as aid as a percentage of revenue) will be relatively small. It is assumed that aid as a percentage of revenue would increase from 18% to 20% in FY 08 and from 10.5% to 11.5% in FY 09.

A more generous Tier 1 equalization factor will also make it easier for some districts to pass bond referendums. These will tend to be smaller, lower value per pupil unit districts that would be more successful at the polls due to the larger debt service aid contribution resulting from a larger Tier 1 equalization factor. For these districts, the proposed legislation will result in new debt service revenue. It is assumed that the proposed change will lead to the passage of new bond referendums, resulting in \$500,000 in additional aid for FY 2008 and \$950,000 in FY 2009. The FY 2009 aid calculation is based upon a 10% reduction on the \$500,000 in new debt for FY 2008 and is added to \$500,000 in new aid for FY 2009. On the levy side, an additional \$1,500,000 is added in FY 2008 and \$2,800,000 in FY 2009 for new bond issues. These assumptions work out to a change in debt service aid as a percentage of revenue from 18% under current law to 25% under the proposed change. It is further assumed that the increase to 25% will occur in both FY 08 and FY 09, as this type of district typically experiences much lower ANTC increases which are the fundamental cause of debt service aid reductions.

The bill would increase debt service aid more than it would decrease debt service levy, causing overall debt service revenue to increase, as some capital loan districts would receive an aid increase without a corresponding reduction in levy. This would theoretically increase debt excess in these districts. If no new debt is issued, this amount would be paid by the district to the state under M.S. 126C.71 to reduce accrued interest and perhaps principal on the loans. However, because many of the districts issue new debt either for major projects, or as one-day bonds for minor projects to decrease the amount required to be paid back to the state, no estimate is made of these potential revenues for Fund 510.

For some capital loan districts, a more generous debt equalization formula increases the attractiveness of refunding or issuing district bonds to repay capital loan balances owed to the State. In purely financial terms, four capital loan districts could be considered candidates for the refunding of their capital loans as a result of this legislation. However, the decision to refund a capital loan has a significant political component that in many cases overwhelms the financial ramifications to the district. In other words, even though capital loan refunding makes sense financially, it is possible that none of the four refunding candidates will refund their capital loans. Due to the impracticality of predicting political outcomes, no additional debt service aid costs are attributed to the refunding of capital loans.

Expenditure and/or Revenue Formula

Table 1. Aid / Levy Impact - Entitlement Basis
FY 2008 FY 2009

1. Feb 06 Forecast - Existing Debt (Current Law)		
Levy	602,349,821	588,279,601
Aid	11,371,494	6,156,027
Revenue	613,721,315	594,435,628
2. Impact of SF 9989 -1A on Existing Debt		
Change in Levy	(5,259,360)	(3,266,201)
Change in Aid	6,317,681	4,244,499
3. Feb 06 Forecasted New Debt (Current Law)		
Levy	38,720,000	80,220,000
Aid	8,846,620	9,484,904
Revenue	47,566,620	89,704,904
4. Impact of SF 9989-1A on New Debt - (Change in Aid/Levy Mix for bond referendums that would have passed in the absence of the proposed legislation)		
Change in Levy	(666,704)	(831,160)
Change in Aid	666,704	831,160
<i>Revenue Neutral - Aid Increase from 18% to 20% of revenue in FY 08</i>		
<i>Revenue Neutral - Aid Increase from 10.5% to 11.5% of revenue in FY 09</i>		
5. New Debt – Successful Bond Referendums Due to Proposed Legislation		
Change in Levy	1,500,000	2,800,000
Change in Aid	500,000	950,000
<i>Additional Revenue + Aid Increase from 18% to 25% of revenue</i>		
6. Total Debt Service		
a) Feb 06 Forecast Current Law (1 + 3)		
Levy	641,069,821	668,499,601
Aid	20,218,114	15,640,931
b) SF 9989-1A (1 + 2 + 3 + 4 + 5)		
Levy	636,643,757	667,202,240
Aid	27,702,499	21,666,590
7. Impact - SF 9989-1A (6a - 6b)		
Change in Levy	(4,426,064)	(1,297,361)
Change in Aid	7,484,385	6,025,659

Table 2. Aid Impact - Appropriation Basis

	FY 2008	FY 2009
90%	6,735,947	5,423,093
10%	0	748,439
Total	6,735,947	6,171,531

Long-Term Fiscal Considerations

The changes would be permanent.

Local Government Costs

Local property taxes for affected districts will decrease beginning in the Pay 2007 levy.

Agency Contact Name: Kubesh, Chris 651-582-8319
 FN Coord Signature: AUDREY BOMSTAD
 Date: 04/04/06 Phone: 582-8793

EBO Comments

I have reviewed this Fiscal Note for accuracy and content.

EBO Signature: STEPHANIE ANDREWS

Date: 04/04/06 Phone: 296-7738

RESINSTATE OPERATING CAPITAL EQUALIZING FACTOR TO \$22,222
 TAXES PAYABLE 2007 & 2008
 FYs 2008 & 2009

	Adj. ADMs FY 2008	Cur. Law @ \$10,700 Eq. Factor			Sen. Bill @ \$22,222 Eq. Factor			Op Cap Aid Difference	Op Cap Aid Difference Per AADM
		Op Cap Levy FY 2008	Op Cap Aid FY 2008	Op Cap Revenue FY 2008	Op Cap Levy FY 2008	Op Cap Aid FY 2008	Op Cap Revenue FY 2008		
Grand Totals	816,449	112,276,134	80,121,740	192,397,874	55,206,977	137,190,897	192,397,874	57,069,157	
Median									64
Average									67
1 Aitkin	1,225	296,479	0	296,479	168,546	127,933	296,479	127,933	104
1.03 Minneapolis	33,395	8,100,858	0	8,100,858	4,091,834	4,009,024	8,100,858	4,009,024	120
2 Hill City	308	23,523	46,902	70,425	11,327	59,098	70,425	12,196	40
4 Mcgregor	431	101,802	0	101,802	85,450	16,352	101,802	16,352	38
6 South St. Paul	2,905	364,411	337,270	701,681	175,465	526,216	701,681	188,946	65
11 Anoka-Hennepin	40,380	4,227,302	5,311,951	9,539,253	2,035,466	7,503,787	9,539,253	2,191,836	54
12 Centennial	6,961	571,874	1,017,821	1,589,695	275,360	1,314,335	1,589,695	296,514	43
13 Columbia Heights	2,766	487,315	199,175	686,490	234,644	451,846	686,490	252,671	91
14 Fridley	2,533	317,221	321,371	638,592	152,743	485,849	638,592	164,478	65
15 St. Francis	6,133	625,042	778,226	1,403,268	300,961	1,102,307	1,403,268	324,081	53
16 Spring Lake Park	4,496	745,242	355,942	1,101,184	358,838	742,346	1,101,184	386,404	86
22 Detroit Lakes	2,600	328,103	294,968	623,071	157,983	465,088	623,071	170,120	65
23 Frazee	1,029	120,235	116,238	236,473	57,894	178,579	236,473	62,341	61
25 Pine Point	69	0	13,034	13,034	0	13,034	13,034	0	0
31 Bemidji	4,488	513,222	495,563	1,008,785	247,119	761,666	1,008,785	266,103	59
32 Blackduck	644	56,597	92,784	149,381	27,252	122,129	149,381	29,345	46
36 Kelliher	234	19,004	34,154	53,158	9,150	44,008	53,158	9,854	42
38 Red Lake	1,470	197	316,237	316,434	95	316,339	316,434	102	0
47 Sauk Rapids	3,627	300,289	497,336	797,625	144,590	653,035	797,625	155,699	43
51 Foley	1,633	146,678	214,305	360,983	70,626	290,357	360,983	76,052	47
62 Ortonville	399	45,643	52,827	98,470	21,977	76,493	98,470	23,666	59
75 St. Clair	632	52,849	88,045	140,894	25,447	115,447	140,894	27,402	43
77 Mankato	6,960	1,045,184	669,216	1,714,400	503,261	1,211,139	1,714,400	541,923	78
81 Comfrey	153	36,009	569	36,578	17,339	19,239	36,578	18,670	122
84 Sleepy Eye	577	100,013	39,954	139,967	48,157	91,810	139,967	51,856	90
85 Springfield	565	55,527	77,445	132,972	26,736	106,236	132,972	28,791	51
88 New Ulm	2,000	310,411	190,497	500,908	149,464	351,444	500,908	160,947	80
91 Barnum	638	61,327	83,698	145,025	29,529	115,496	145,025	31,798	50
93 Carlton	560	77,026	66,822	143,848	37,088	106,760	143,848	39,938	71
94 Cloquet	2,493	220,946	387,158	608,104	106,386	501,718	608,104	114,560	46
95 Cromwell	327	36,147	35,371	71,518	17,405	54,113	71,518	18,742	57
97 Moose Lake	741	97,199	83,118	180,317	46,802	133,515	180,317	50,397	68
99 Esko	1,139	69,520	187,523	257,043	33,474	223,569	257,043	36,046	32
100 Wrenshall	316	43,733	29,054	72,787	21,058	51,729	72,787	22,675	72
108 Norwood	1,005	188,809	50,036	238,845	90,912	147,933	238,845	97,897	97
110 Waconia	3,030	414,388	256,664	671,052	199,530	471,522	671,052	214,858	71
111 Watertown-Mayer	1,707	235,018	164,402	399,420	113,162	286,258	399,420	121,856	71
112 Chaska	9,152	1,089,551	918,361	2,007,912	524,624	1,483,288	2,007,912	564,927	62
113 Walker-Akeley	954	224,659	0	224,659	179,872	44,787	224,659	44,787	47
115 Cass Lake	1,084	84,513	161,132	245,645	40,694	204,951	245,645	43,819	40
116 Pillager	739	169,522	0	169,522	88,130	81,392	169,522	81,392	110
118 Remer	509	126,167	0	126,167	126,167	0	126,167	0	0
129 Montevideo	1,520	89,341	273,877	363,218	43,018	320,200	363,218	46,323	30
138 North Branch	3,929	374,891	508,087	882,978	180,512	702,466	882,978	194,379	49
139 Rush City	1,027	108,317	119,401	227,718	52,155	175,563	227,718	56,162	55
146 Barnesville	786	76,855	111,965	188,820	37,006	151,814	188,820	39,849	51
150 Hawley	899	47,968	157,160	205,128	23,097	182,031	205,128	24,871	28
152 Moorhead	5,360	402,444	818,046	1,220,490	193,779	1,026,711	1,220,490	208,665	39
162 Bagley	1,046	92,711	170,480	263,191	44,641	218,550	263,191	48,070	46
166 Cook County	567	133,947	0	133,947	131,361	2,586	133,947	2,586	5
173 Mountain Lake	497	65,141	59,465	124,606	31,366	93,240	124,606	33,775	68
177 Windom	896	91,801	118,407	210,208	44,203	166,005	210,208	47,598	53
181 Brainerd	6,223	1,131,817	394,226	1,526,043	544,975	981,068	1,526,043	586,842	94
182 Crosby	1,229	279,151	0	279,151	186,157	92,994	279,151	92,994	76
186 Pequot Lakes	1,536	344,899	0	344,899	283,195	61,704	344,899	61,704	40
191 Burnsville	10,022	1,405,224	996,633	2,401,857	676,622	1,725,235	2,401,857	728,602	73
192 Farmington	6,431	532,040	860,955	1,392,995	256,180	1,136,815	1,392,995	275,860	43
194 Lakeville	11,307	1,183,207	1,281,031	2,464,238	569,720	1,894,518	2,464,238	613,487	54
195 Randolph	470	86,119	21,092	107,211	41,467	65,744	107,211	44,652	95
196 Rosemount-Apple	27,625	3,209,192	3,045,883	6,255,075	1,545,241	4,709,834	6,255,075	1,663,951	60
197 West St. Paul	4,550	1,078,602	0	1,078,602	571,975	506,627	1,078,602	506,627	111
199 Inver Grove	3,556	603,158	256,743	859,901	290,423	569,478	859,901	312,735	88

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		Op Cap Levy FY 2008	Op Cap Aid FY 2008	Op Cap Revenue FY 2008	Op Cap Levy FY 2008	Op Cap Aid FY 2008	Op Cap Revenue FY 2008		
200 Hastings	5,076	718,827	446,197	1,165,024	346,119	818,905	1,165,024	372,708	73
203 Hayfield	879	107,007	103,430	210,437	51,524	158,913	210,437	55,483	63
204 Kasson-Mantorvil	2,000	130,190	328,982	459,172	62,687	396,485	459,172	67,503	34
206 Alexandria	4,133	728,657	239,898	968,555	350,852	617,703	968,555	377,805	91
207 Brandon	307	47,922	26,694	74,616	23,075	51,541	74,616	24,847	81
208 Evansville	174	38,777	6,111	44,888	18,671	26,217	44,888	20,106	116
213 Osakis	702	77,287	85,179	162,466	37,214	125,252	162,466	40,073	57
227 Chatfield	919	111,314	122,367	233,681	53,598	180,083	233,681	57,716	63
229 Lanesboro	319	39,930	36,176	76,106	19,227	56,879	76,106	20,703	65
238 Mabel-Canton	294	39,845	32,847	72,692	19,186	53,506	72,692	20,659	70
239 Rushford-Peterso	621	84,108	76,064	160,172	40,498	119,674	160,172	43,610	70
241 Albert Lea	3,281	325,458	460,328	785,786	156,710	629,076	785,786	168,748	51
242 Alden	389	38,496	53,711	92,207	18,536	73,671	92,207	19,960	51
252 Cannon Falls	1,255	189,780	113,166	302,946	91,380	211,566	302,946	98,400	78
253 Goodhue	518	67,556	57,839	125,395	32,528	92,867	125,395	55,028	68
255 Pine Island	1,230	106,680	186,837	293,517	51,367	242,150	293,517	55,313	45
256 Red Wing	2,685	525,053	86,938	611,991	252,816	359,175	611,991	272,237	101
261 Ashby	274	29,317	31,639	60,956	14,116	46,840	60,956	15,201	55
264 Herman-Norcross	106	26,352	0	26,352	22,562	3,790	26,352	3,790	36
270 Hopkins	8,042	1,948,838	0	1,948,838	974,322	974,516	1,948,838	974,516	121
271 Bloomington	10,343	2,407,880	111,413	2,519,293	1,159,406	1,359,887	2,519,293	1,248,474	121
272 Eden Prairie	9,672	1,767,354	395,298	2,162,652	850,989	1,311,663	2,162,652	916,365	95
273 Edina	7,694	1,821,629	76,744	1,898,373	877,123	1,021,250	1,898,373	944,506	123
276 Minnetonka	7,539	1,610,147	212,886	1,823,033	775,293	1,047,740	1,823,033	834,854	111
277 Westonka	2,336	573,774	0	573,774	371,371	202,403	573,774	202,403	87
278 Orono	2,484	588,735	0	588,735	363,355	225,380	588,735	225,380	91
279 Osseo	21,419	2,833,402	2,086,290	4,919,692	1,364,297	3,555,395	4,919,692	1,469,105	69
280 Richfield	3,910	865,624	128,324	993,948	416,802	577,146	993,948	448,822	115
281 Robbinsdale	13,226	2,121,948	1,129,416	3,251,364	1,021,728	2,229,636	3,251,364	1,100,220	83
282 St. Anthony-New	1,640	221,098	189,561	410,659	106,460	304,199	410,659	114,638	70
283 St. Louis Park	4,443	1,109,882	0	1,109,882	547,196	562,686	1,109,882	562,686	127
284 Wayzata	9,813	2,146,809	118,944	2,265,753	1,033,699	1,232,054	2,265,753	1,113,110	113
286 Brooklyn Center	1,602	136,951	221,869	358,820	65,943	292,877	358,820	71,008	44
294 Houston	1,224	54,129	259,384	313,513	26,063	287,450	313,513	28,066	23
297 Spring Grove	327	37,853	44,186	82,039	18,226	63,813	82,039	19,627	60
299 Caledonia	803	88,199	94,798	182,997	42,468	140,529	182,997	45,731	57
300 Lacrescent	1,296	123,839	192,582	316,421	59,629	256,792	316,421	64,210	50
306 Laporte	257	51,196	5,293	56,489	24,651	31,838	56,489	26,545	103
308 Nevis	490	111,713	0	111,713	54,863	56,850	111,713	56,850	116
309 Park Rapids	1,657	361,950	10,467	372,417	174,281	198,136	372,417	187,669	113
314 Braham	873	108,870	90,032	198,902	52,421	146,481	198,902	56,449	65
316 Greenway	1,273	115,954	209,169	325,123	55,832	269,291	325,123	60,122	47
317 Deer River	943	144,636	79,519	224,155	69,643	154,512	224,155	74,993	80
318 Grand Rapids	3,562	727,964	113,393	841,357	350,518	490,839	841,357	377,446	106
319 Nashwauk-Keewati	620	64,743	88,808	153,551	31,174	122,377	153,551	33,569	54
323 Franconia	31	5,590	908	6,498	2,692	3,806	6,498	2,898	93
330 Heron Lake-Okabe	275	48,815	22,099	70,914	23,505	47,409	70,914	25,310	92
332 Mora	1,770	182,158	236,709	418,867	87,710	331,157	418,867	94,448	53
333 Ogilvie	607	53,768	79,943	133,711	25,890	107,821	133,711	27,878	46
345 New London-Spice	1,502	221,545	124,059	345,604	106,675	238,929	345,604	114,870	76
347 Willmar	3,877	352,019	568,336	920,355	169,499	750,856	920,355	182,520	47
356 Lancaster	196	15,390	32,447	47,837	7,410	40,427	47,837	7,980	41
361 International Fa	1,202	149,213	150,840	300,053	71,847	228,206	300,053	77,366	64
362 Littlefork-Big F	304	19,847	45,975	65,822	9,556	56,266	65,822	10,291	34
363 South Koochichin	362	23,439	61,357	84,796	11,286	73,510	84,796	12,153	34
371 Bellingham	101	17,658	9,980	27,638	8,502	19,136	27,638	9,156	91
378 Dawson	503	62,194	59,228	121,422	29,947	91,475	121,422	32,247	64
381 Lake Superior	1,373	321,614	0	321,614	173,349	148,265	321,614	148,265	108
390 Lake Of The Wood	595	63,919	66,349	130,268	30,777	99,491	130,268	33,142	56
391 Cleveland	399	81,209	17,613	98,822	39,102	59,720	98,822	42,107	106
392 Lecenter	655	75,281	81,181	156,462	36,248	120,214	156,462	39,033	60
394 Montgomery	1,054	166,370	81,391	247,761	80,108	167,653	247,761	86,262	82
402 Hendricks	153	22,415	15,572	37,987	10,793	27,194	37,987	11,622	76
403 Ivanhoe	187	35,469	13,145	48,614	17,079	31,535	48,614	18,390	98
404 Lake Benton	222	39,709	16,629	56,338	19,120	37,218	56,338	20,589	93
409 Tyler	291	33,457	41,086	74,543	16,110	58,433	74,543	17,347	60

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411 Balaton	93	23,051	0	23,051	13,862	9,189	23,051	9,189	99
413 Marshall	2,208	214,651	302,501	517,152	103,355	413,797	517,152	111,296	50
414 Minneota	520	49,652	74,786	124,438	23,908	100,530	124,438	25,744	50
415 Lynd	146	22,600	13,473	36,073	10,882	25,191	36,073	11,718	80
417 Tracy	659	93,671	69,985	163,656	45,103	118,553	163,656	48,568	74
418 Russell	133	18,313	17,148	35,461	8,818	26,643	35,461	9,495	71
423 Hutchinson	2,842	313,841	366,644	680,485	151,116	529,369	680,485	162,725	57
424 Lester Prairie	456	47,252	62,113	109,365	22,752	86,613	109,365	24,500	54
432 Mahanomen	708	48,915	124,774	173,689	23,553	150,136	173,689	25,362	36
435 Waubun	587	62,444	68,209	130,653	30,067	100,586	130,653	32,377	55
441 Newfolden	318	41,748	32,314	74,062	20,102	53,960	74,062	21,646	68
447 Grygla	183	15,196	29,735	44,931	7,317	37,614	44,931	7,879	43
458 Truman	383	65,696	30,732	96,428	31,633	64,795	96,428	34,063	89
463 Eden Valley	823	96,607	98,784	195,391	46,517	148,874	195,391	50,090	61
465 Litchfield	1,850	199,676	241,830	441,506	96,145	345,361	441,506	103,531	56
466 Dassel-Cokato	2,282	193,004	330,656	523,660	92,932	430,728	523,660	100,072	44
473 Isle	614	110,108	25,096	135,204	53,018	82,186	135,204	57,090	93
477 Princeton	3,659	356,477	476,516	832,993	171,645	661,348	832,993	184,832	51
480 Onamia	707	147,696	15,063	162,759	71,117	91,642	162,759	76,579	108
482 Little Falls	2,278	268,720	296,533	565,253	129,390	435,863	565,253	139,330	61
484 Pierz	954	93,213	129,880	223,093	44,883	178,210	223,093	48,330	51
485 Royalton	646	68,827	78,830	147,657	33,141	114,516	147,657	35,686	55
486 Swanville	312	40,762	33,152	73,914	19,627	54,287	73,914	21,135	68
487 Upsala	399	32,348	56,727	89,075	15,575	73,500	89,075	16,773	42
492 Austin	4,440	312,601	789,715	1,102,316	150,519	951,797	1,102,316	162,082	37
495 Grand Meadow	336	35,817	32,811	68,628	17,246	51,382	68,628	18,571	55
497 Lyle	235	32,097	28,455	60,552	15,455	45,097	60,552	16,642	71
499 Leroy	318	52,554	25,498	78,052	25,305	52,747	78,052	27,249	86
500 Southland	572	81,877	57,952	139,829	39,424	100,405	139,829	42,453	74
505 Fulda	421	62,032	48,457	110,489	29,869	80,620	110,489	32,163	76
507 Nicollet	277	62,893	0	62,893	31,177	31,716	62,893	31,716	114
508 St. Peter	1,865	181,508	272,289	453,797	87,397	366,400	453,797	94,111	50
511 Adrian	612	50,003	93,499	143,502	24,077	119,425	143,502	25,926	42
513 Brewster	173	29,374	13,857	43,231	14,144	29,087	43,231	15,230	88
514 Ellsworth	171	27,213	16,189	43,402	13,103	30,299	43,402	14,110	83
516 Round Lake	114	20,585	8,185	28,770	9,912	18,858	28,770	10,673	94
518 Worthington	2,180	168,229	330,732	498,961	81,003	417,958	498,961	87,226	40
531 Byron	1,541	129,930	228,614	358,544	62,562	295,982	358,544	67,368	44
533 Dover-Eyota	1,258	70,324	215,368	285,692	33,861	251,831	285,692	36,463	29
534 Stewartville	1,715	144,738	254,819	399,557	69,692	329,865	399,557	75,046	44
535 Rochester	16,065	2,261,109	1,563,357	3,824,466	1,088,735	2,735,731	3,824,466	1,172,374	73
542 Battle Lake	490	110,657	0	110,657	96,416	14,241	110,657	14,241	29
544 Fergus Falls	2,557	306,698	319,775	626,473	147,676	478,797	626,473	159,022	62
545 Henning	366	78,328	4,485	82,813	37,715	45,098	82,813	40,613	111
547 Parkers Prairie	546	75,553	57,705	133,258	36,379	96,879	133,258	39,174	72
548 Pelican Rapids	980	242,523	0	242,523	122,779	119,744	242,523	119,744	122
549 Perham	1,408	291,729	39,556	331,285	140,469	190,816	331,285	151,260	107
550 Underwood	464	50,620	54,656	105,276	24,374	80,902	105,276	26,246	57
553 New York Mills	712	48,943	109,877	158,820	23,566	135,254	158,820	25,377	36
561 Goodridge	165	13,435	27,944	41,379	6,469	34,910	41,379	6,966	42
564 Thief River Fall	2,014	127,628	348,115	475,743	61,454	414,289	475,743	66,174	33
577 Willow River	408	69,596	24,397	93,993	33,511	60,482	93,993	36,085	88
578 Pine City	1,564	219,017	154,190	373,207	105,458	267,749	373,207	113,559	73
581 Edgerton	257	41,526	24,368	65,894	19,995	45,899	65,894	21,531	84
584 Ruthon	116	20,779	9,286	30,065	10,005	20,060	30,065	10,774	93
592 Climax	150	17,259	21,401	38,660	8,310	30,350	38,660	8,949	60
593 Crookston	1,363	99,530	211,802	311,332	47,924	263,408	311,332	51,606	38
595 East Grand Forks	1,697	107,928	266,238	374,166	51,968	322,198	374,166	55,960	33
599 Fertile-Beltrami	469	55,401	58,813	114,214	26,676	87,538	114,214	28,725	61
600 Fisher	293	24,084	41,929	66,013	11,596	54,417	66,013	12,488	43
601 Fosston	624	41,231	104,036	145,267	19,853	125,414	145,267	21,378	34
611 Cyrus	104	19,341	7,096	26,437	9,313	17,124	26,437	10,028	96
621 Mounds View	9,123	1,864,731	373,910	2,238,641	897,877	1,340,764	2,238,641	966,854	106
622 North St. Paul-M	10,382	1,817,257	649,768	2,467,025	875,018	1,592,007	2,467,025	942,239	91
623 Roseville	6,247	1,381,557	151,837	1,533,394	665,227	868,167	1,533,394	716,330	115
624 White Bear Lake	8,394	1,500,422	554,370	2,054,792	722,460	1,332,332	2,054,792	777,962	93

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625 St. Paul	39,328	5,442,104	4,039,249	9,481,353	2,620,399	6,860,954	9,481,353	2,821,705	72
627 Oklee	189	22,888	26,510	49,398	11,020	38,378	49,398	11,868	63
628 Plummer	149	18,349	17,763	36,112	8,835	27,277	36,112	9,514	64
630 Red Lake Falls	373	21,424	67,657	89,081	10,316	78,765	89,081	11,108	30
635 Milroy	70	18,989	0	18,989	12,355	6,634	18,989	6,634	95
640 Wabasso	353	61,594	22,908	84,502	29,658	54,844	84,502	31,936	90
656 Faribault	4,191	485,434	483,078	968,512	233,739	734,773	968,512	251,695	60
659 Northfield	3,845	518,861	358,712	877,573	249,834	627,739	877,573	269,027	70
671 Hills-Beaver Cre	296	48,769	23,431	72,200	23,482	48,718	72,200	25,287	85
676 Badger	222	12,344	39,723	52,067	5,944	46,123	52,067	6,400	29
682 Roseau	1,343	78,887	222,002	300,889	37,984	262,905	300,889	40,903	30
690 Warroad	1,152	66,737	203,064	269,801	32,134	237,667	269,801	34,603	30
695 Chisholm	760	45,798	148,157	193,955	22,052	171,903	193,955	23,746	31
696 Ely	489	126,171	0	126,171	73,660	52,511	126,171	52,511	107
698 Floodwood	382	39,444	46,338	85,782	18,993	66,789	85,782	20,451	54
700 Hermantown	1,925	212,827	241,226	454,053	102,477	351,576	454,053	110,350	57
701 Hibbing	2,362	198,395	405,269	603,664	95,528	508,136	603,664	102,867	44
704 Proctor	1,700	192,534	207,390	399,924	92,706	307,218	399,924	99,828	59
706 Virginia	1,531	110,774	266,847	377,621	53,338	324,283	377,621	57,436	38
707 Nett Lake	112	1,122	23,741	24,863	540	24,323	24,863	582	5
709 Duluth	9,742	1,322,133	1,079,856	2,401,989	636,613	1,765,376	2,401,989	685,520	70
712 Mountain Iron-Bu	541	59,339	71,439	130,778	28,572	102,206	130,778	30,767	57
716 Belle Plaine	1,556	192,223	186,447	378,670	92,556	286,114	378,670	99,667	64
717 Jordan	1,579	208,560	139,769	348,329	100,423	247,906	348,329	108,137	68
719 Prior Lake	6,912	836,591	667,166	1,503,757	402,823	1,100,934	1,503,757	433,768	63
720 Shakopee	6,154	797,480	583,764	1,381,244	383,991	997,253	1,381,244	413,489	67
721 New Prague	3,550	396,783	422,161	818,944	191,053	627,891	818,944	205,730	58
726 Becker	2,825	412,059	197,925	609,984	198,408	411,576	609,984	213,651	76
727 Big Lake	3,555	241,057	506,375	747,432	116,070	631,362	747,432	124,987	35
728 Elk River	12,394	1,224,138	1,515,614	2,739,752	589,428	2,150,324	2,739,752	634,710	51
738 Holdingford	1,001	74,263	153,035	227,298	35,758	191,540	227,298	38,505	38
739 Kimball	762	91,017	82,758	173,775	43,825	129,950	173,775	47,192	62
740 Melrose	1,394	133,757	189,690	323,447	64,405	259,042	323,447	69,352	50
741 Paynesville	1,037	124,224	119,011	243,235	59,814	183,421	243,235	64,410	62
742 St. Cloud	8,949	1,519,138	676,712	2,195,850	731,472	1,464,378	2,195,850	787,666	88
743 Sauk Centre	1,000	120,095	119,397	239,492	57,826	181,666	239,492	62,269	62
745 Albany	1,625	136,568	227,815	364,383	65,758	298,625	364,383	70,810	44
748 Sartell	2,920	228,881	408,888	637,769	110,207	527,562	637,769	118,674	41
750 Cold Spring	2,239	237,134	297,663	534,797	114,181	420,616	534,797	122,953	55
756 Blooming Prairie	726	91,366	88,860	180,226	43,993	136,233	180,226	47,373	65
761 Owatonna	4,862	520,479	663,501	1,183,980	250,613	933,367	1,183,980	269,866	56
763 Medford	787	53,361	103,559	156,920	25,693	131,227	156,920	27,668	35
768 Hancock	222	27,560	26,585	54,145	13,270	40,875	54,145	14,290	64
769 Morris	884	89,850	107,326	197,176	43,263	153,913	197,176	46,587	53
771 Chokio-Alberta	176	45,761	0	45,761	26,188	19,573	45,761	19,573	111
775 Kerkhoven-Murdoc	529	72,464	52,339	124,803	34,892	89,911	124,803	37,572	71
777 Benson	981	120,349	125,153	245,502	57,949	187,553	245,502	62,400	64
786 Bertha-Hewitt	415	25,240	72,953	98,193	12,153	86,040	98,193	13,087	32
787 Browerville	456	36,207	71,403	107,610	17,434	90,176	107,610	18,773	41
801 Browns Valley	130	13,217	18,365	31,582	6,364	25,218	31,582	6,853	53
803 Wheaton	399	69,370	30,120	99,490	33,402	66,088	99,490	35,968	90
806 Elgin-Millville	470	47,532	64,640	112,172	22,887	89,285	112,172	24,645	52
810 Plainview	1,061	101,064	157,066	258,130	48,663	209,467	258,130	52,401	49
811 Wabasha	637	102,321	47,456	149,777	49,268	100,509	149,777	53,053	83
813 Lake City	1,369	194,085	140,051	334,136	93,453	240,683	334,136	100,632	74
815 Prinsburg	0	0	0	0	0	0	0	0	0
818 Verndale	436	24,214	82,096	106,310	11,659	94,651	106,310	12,555	29
820 Sebeka	540	46,970	85,361	132,331	22,616	109,715	132,331	24,354	45
821 Menahga	739	58,862	108,996	167,858	28,342	139,516	167,858	30,520	41
829 Waseca	1,949	187,210	287,999	475,209	90,142	385,067	475,209	97,068	50
831 Forest Lake	7,365	1,080,450	625,641	1,706,091	520,242	1,185,849	1,706,091	560,208	76
832 Mahtomedi	2,860	452,160	219,544	671,704	217,717	453,987	671,704	234,443	82
833 South Washington	16,840	1,935,615	1,883,295	3,818,910	932,008	2,886,902	3,818,910	1,003,607	60
834 Stillwater	8,957	1,683,249	421,235	2,104,484	810,493	1,293,991	2,104,484	872,756	97
836 Butterfield	212	33,524	19,569	53,093	16,142	36,951	53,093	17,382	82
837 Madelia	570	65,410	72,784	138,194	31,495	106,699	138,194	33,915	60

RESINSTATE OPERATING CAPITAL EQUALIZING FACTOR TO \$22,222
TAXES PAYABLE 2007 & 2008
FYs 2008 & 2009

	Adj. ADMs FY 2008	Cur. Law @ \$10,700 Eq. Factor			Sen. Bill @ \$22,222 Eq. Factor			Op Cap Aid Difference	Op Cap Aid Difference Per AADM
		Op Cap Levy FY 2008	Op Cap Aid FY 2008	Op Cap Revenue FY 2008	Op Cap Levy FY 2008	Op Cap Aid FY 2008	Op Cap Revenue FY 2008		
840 St. James	1,223	111,270	195,323	306,593	53,577	253,016	306,593	57,693	47
846 Breckenridge	834	92,811	114,651	207,462	44,689	162,773	207,462	48,122	58
850 Rothsay	194	27,382	22,595	49,977	13,185	36,792	49,977	14,197	73
852 Campbell-Tintah	108	27,764	0	27,764	26,261	1,503	27,764	1,503	14
857 Lewiston	755	75,131	106,694	181,825	36,176	145,649	181,825	38,955	52
858 St. Charles	1,020	95,948	148,530	244,478	46,200	198,278	244,478	49,748	49
861 Winona	3,495	614,587	284,228	898,815	295,927	602,888	898,815	318,660	91
876 Annandale	1,730	331,949	75,591	407,540	159,835	247,705	407,540	172,114	99
877 Buffalo	5,691	614,962	653,726	1,268,688	296,107	972,581	1,268,688	318,855	56
879 Delano	2,058	299,263	166,131	465,394	144,096	321,298	465,394	155,167	75
881 Maple Lake	929	109,262	104,180	213,442	52,610	160,832	213,442	56,652	61
882 Monticello	4,215	500,210	435,326	935,536	240,854	694,682	935,536	259,356	62
883 Rockford	1,693	206,099	163,283	369,382	99,238	270,144	369,382	106,861	63
885 St. Michael-Albe	4,608	320,036	662,113	982,149	154,099	828,050	982,149	165,937	36
891 Canby	556	65,234	71,014	136,248	31,410	104,838	136,248	33,824	61
911 Cambridge-Isanti	5,326	502,716	759,119	1,261,835	242,060	1,019,775	1,261,835	260,656	49
912 Milaca	1,818	173,709	249,215	422,924	83,642	339,282	422,924	90,067	50
914 Ulen-Hitterdal	269	31,619	29,430	61,049	15,225	45,824	61,049	16,394	61
2071 Lake Crystal-Wel	787	144,064	57,013	201,077	69,367	131,710	201,077	74,697	95
2125 Triton	1,103	148,798	106,841	255,639	71,647	183,992	255,639	77,151	70
2134 United South Central	894	145,742	85,933	231,675	70,175	161,500	231,675	75,567	85
2135 Maple River	1,229	140,392	158,844	299,236	67,599	231,637	299,236	72,793	59
2137 Kingsland	773	103,928	94,536	198,464	50,042	148,422	198,464	53,886	70
2142 St. Louis County	1,996	504,029	0	504,029	318,841	185,188	504,029	185,188	93
2143 Waterville-Elysian-Mo	936	169,085	66,053	235,138	81,415	153,723	235,138	87,670	94
2144 Chisago Lakes Area	3,425	444,379	346,897	791,276	213,971	577,305	791,276	230,408	67
2149 Minnewaska	1,195	211,420	67,296	278,716	101,800	176,916	278,716	109,620	92
2154 Eveleth-Gilbert	1,308	94,981	235,608	330,589	45,734	284,855	330,589	49,247	38
2155 Wadena-Deer Creek	1,170	85,056	195,670	280,726	40,955	239,771	280,726	44,101	38
2159 Buffalo Lake-Hector	527	111,657	22,613	134,270	53,763	80,507	134,270	57,894	110
2164 Dilworth-Glyndon	1,359	83,810	223,740	307,550	40,355	267,195	307,550	43,455	32
2165 Hinckley-Finlays	1,040	159,645	83,725	243,370	76,870	166,500	243,370	82,775	80
2167 Lakeview	577	51,610	64,830	116,440	24,850	91,590	116,440	26,760	46
2168 Nrhcg	980	131,219	102,912	234,131	63,183	170,948	234,131	68,036	69
2169 Murray County	715	103,865	79,423	183,288	50,012	133,276	183,288	53,853	75
2170 Staples-Motley	1,378	195,646	138,680	334,326	94,205	240,121	334,326	101,441	74
2171 Kittson Central	321	80,928	0	80,928	40,923	40,005	80,928	40,005	125
2172 Kenyon-Wanamingo	889	140,757	62,699	203,456	67,775	135,681	203,456	72,982	82
2174 Pine River-Backu	963	239,730	0	239,730	149,741	89,989	239,730	89,989	93
2176 Warren-Alvarado	483	72,803	47,256	120,059	35,055	85,004	120,059	37,748	78
2180 Maccray	734	128,541	54,521	183,062	61,893	121,169	183,062	66,648	91
2184 Luverne	1,244	119,828	175,213	295,041	57,698	237,343	295,041	62,130	50
2190 Yellow Medicine East	1,012	147,493	108,564	256,057	71,019	185,038	256,057	76,474	76
2198 Filmore Central	600	102,315	44,710	147,025	49,265	97,760	147,025	53,050	88
2215 Norman County East	306	33,260	39,482	72,742	16,015	56,727	72,742	17,245	56
2310 Sibley East	1,182	157,786	142,268	300,054	75,975	224,079	300,054	81,811	69
2311 Clearbrook-Gonvick	505	66,290	38,671	104,961	31,919	73,042	104,961	34,371	68
2342 West Central Area	770	120,142	59,719	179,861	57,849	122,012	179,861	62,293	81
2358 Karlstad-Strandq	271	32,919	32,147	65,066	15,851	49,215	65,066	17,068	63
2364 Belgrade-Brooten-Elr	684	83,124	78,128	161,252	40,025	121,227	161,252	43,099	63
2365 G.F.W.	821	164,789	36,443	201,232	79,347	121,885	201,232	85,442	104
2396 A.C.G.C.	793	160,781	23,183	183,964	77,417	106,547	183,964	83,364	105
2397 Lesueur-Henderso	1,206	167,414	135,879	303,293	80,611	222,682	303,293	86,803	72
2448 Martin County	813	133,393	72,460	205,853	64,229	141,624	205,853	69,164	85
2527 Halstad-Hendrum	288	31,125	40,309	71,434	14,987	56,447	71,434	16,138	56
2534 Olivia-Bird Isla	810	134,674	69,703	204,377	64,846	139,531	204,377	69,828	86
2536 Granada Huntley	257	67,540	0	67,540	35,877	31,663	67,540	31,663	123
2580 Sandstone-Askov	811	102,266	66,983	169,249	49,242	120,007	169,249	53,024	65
2609 Win-E-Mac	497	48,731	56,909	105,640	23,464	82,176	105,640	25,267	51
2683 Greenbush-Middle Riv	461	38,270	75,882	114,152	18,427	95,725	114,152	19,843	43
2687 Howard Lake-Waverly	1,030	185,764	75,707	261,471	89,447	172,024	261,471	96,317	94
2689 Pipestone-Jasper	1,171	121,790	130,676	252,466	58,642	193,824	252,466	63,148	54
2711 Mesabi East	873	122,438	102,542	224,980	58,954	166,026	224,980	63,484	73
2752 Fairmont Area Schools	1,775	186,857	255,997	442,854	89,972	352,882	442,854	96,885	55
2753 Long Prairie-Grey Ea	1,048	121,928	132,355	254,283	58,709	195,574	254,283	63,219	60
2754 Cedar Mountain	412	67,226	35,865	103,091	32,370	70,721	103,091	34,856	85

**RESINSTATE OPERATING CAPITAL EQUALIZING FACTOR TO \$22,222
TAXES PAYABLE 2007 & 2008
FYs 2008 & 2009**

	Adj. ADMs FY 2008	Cur. Law @ \$10,700 Eq. Factor			Sen. Bill @ \$22,222 Eq. Factor			Op Cap Aid Difference	Op Cap Aid Difference Per AADM
		Op Cap Levy FY 2008	Op Cap Aid FY 2008	Op Cap Revenue FY 2008	Op Cap Levy FY 2008	Op Cap Aid FY 2008	Op Cap Revenue FY 2008		
2759 Eagle Bend-Clarissa	328	34,909	47,697	82,606	16,809	65,797	82,606	18,100	55
2835 Janesville-Waldo	576	104,640	29,751	134,391	50,384	84,007	134,391	54,256	94
2853 Madison-Marietta-Lac	945	160,467	67,822	228,289	77,266	151,023	228,289	83,201	88
2854 Ada-Borup	492	47,632	60,484	108,116	22,935	85,181	108,116	24,697	50
2856 Stephen-Argyle	342	53,520	34,255	87,775	25,770	62,005	87,775	27,750	81
2859 Glencoe-Silver Lake	1,645	201,162	203,728	404,890	96,860	308,030	404,890	104,302	63
2860 Blue Earth-Delavan-El	1,230	173,588	128,474	302,062	83,584	218,478	302,062	90,004	73
2884 Red Rock Central	464	105,757	11,814	117,571	50,922	66,649	117,571	54,835	118
2886 Glenville-Emmons	381	68,586	29,530	98,116	33,024	65,092	98,116	35,562	93
2887 Mcleod West Schools	445	74,990	36,603	111,593	36,108	75,485	111,593	38,882	87
2888 Clinton-Graceville-Be	378	80,868	14,615	95,483	38,938	56,545	95,483	41,930	111
2889 Lake Park-Audubon	680	161,628	3,306	164,934	77,825	87,109	164,934	83,803	123
2890 Drsh	626	121,739	38,518	160,257	58,618	101,639	160,257	63,121	101
2895 Jackson County Centra	1,165	167,491	106,584	274,075	80,648	193,427	274,075	86,843	75
2897 Redwood Area School	1,266	117,204	169,501	286,705	56,434	230,271	286,705	60,770	48
2898 Westbrook-Walnut Grc	577	82,558	64,266	146,824	39,752	107,072	146,824	42,806	74
2805 Zumbrota-Mazeppa	1,082	135,953	126,343	262,296	65,462	196,834	262,296	70,491	65

1.1 Senator moves to amend S.F. No. XXXX as follows:

1.2 Page ..., after line ..., insert:

1.3 "Sec. Minnesota Statutes 2005 Supplement, section 298.223, subdivision 1,
1.4 is amended to read:

1.5 Subdivision 1. **Creation; purposes.** A fund called the taconite environmental
1.6 protection fund is created for the purpose of reclaiming, restoring and enhancing those
1.7 areas of northeast Minnesota located within the taconite assistance area defined in section
1.8 273.1341, that are adversely affected by the environmentally damaging operations
1.9 involved in mining taconite and iron ore and producing iron ore concentrate and for the
1.10 purpose of promoting the economic development of northeast Minnesota. The taconite
1.11 environmental protection fund shall be used for the following purposes:

1.12 (a) to initiate investigations into matters the Iron Range Resources and Rehabilitation
1.13 Board determines are in need of study and which will determine the environmental
1.14 problems requiring remedial action;

1.15 (b) reclamation, restoration, or reforestation of minelands not otherwise provided
1.16 for by state law;

1.17 (c) local economic development projects but only if those projects are approved by
1.18 the board, and public works, including construction of sewer and water systems located
1.19 within the taconite assistance area defined in section 273.1341;

1.20 (d) monitoring of mineral industry related health problems among mining
1.21 employees; and

1.22 (e) local renewable energy investments undertaken in cooperation with local units of
1.23 government and mineland areas reforestation, reclamation, or development projects. The
1.24 projects must be approved by the Iron Range Resources and Rehabilitation Board and
1.25 located within the taconite assistance area as defined in section 273.1341. The board may
1.26 enter into joint ventures with private or public entities to advance these project.

1.27 **EFFECTIVE DATE.** This section is effective the day following final enactment.

1.28 Sec. Minnesota Statutes 2004, section 298.28, is amended by adding a subdivision
1.29 to read:

1.30 Subd. 10a. **Post-2005 increases.** (a) This subdivision applies to determine
1.31 distribution of the proceeds of the tax that are attributable to increasing the rate of tax by
1.32 the percentage increase in the implicit price deflator under section 298.24, subdivision 1,
1.33 paragraph (b). It applies only to increases applicable for production year 2006 and later.
1.34 Its provisions supercede the provisions of subdivision 10 for those increases.

1.35 (b) The proceeds are allocated as follows:

2.1 (1) an amount equal to two cents per taxable ton is allocated to the city or town in the
2.2 county in which the land from which the taconite was mined or quarried or within which
2.3 the concentrate was produced. If the mining, quarrying, and concentration, or different
2.4 steps in either thereof are carried on in more than one taxing district, the commissioner
2.5 shall apportion equitably the proceeds of the part of the tax going to cities and towns
2.6 among the subdivisions by attributing 50 percent of the proceeds of the tax to the operation
2.7 of mining or quarrying the taconite, and the remainder to the concentrating plant and to the
2.8 processes of concentration, and with respect to each thereof giving due consideration to the
2.9 relative extent of such operations performed in each taxing district. The commissioner's
2.10 apportionment order is subject to review by the Tax Court upon petition by any of the
2.11 interested taxing districts, in the same manner as other orders of the commissioner; and
2.12 (2) the remainder of the revenue is allocated to the taconite environmental protection
2.13 fund for projects under section 298.223, subdivision 1, clause (e).

2.14 **EFFECTIVE DATE.** This section is effective the day following final enactment.

2.15 Sec. Minnesota Statutes 2005 Supplement, section 298.2961, subdivision 4, is
2.16 amended to read:

2.17 Subd. 4. **Grant and loan fund.** (a) A fund is established to receive distributions
2.18 under section 298.28, subdivision 9b, and to make grants or loans as provided in this
2.19 subdivision. Any grant or loan made under this subdivision must be approved by
2.20 a majority of the members of the Iron Range Resources and Rehabilitation Board,
2.21 established under section 298.22.

2.22 (b) Distributions received in calendar year 2005 are allocated to the city of Virginia
2.23 for improvements and repairs to the city's steam heating system.

2.24 (c) Distributions received in calendar year 2006 are allocated to a project of the
2.25 public utilities commissions of the cities of Hibbing and Virginia to convert their electrical
2.26 generating plants to the use of biomass products, such as wood.

2.27 (d) Distributions received in calendar year 2007 must be paid to the city of Tower to
2.28 be used for the East Two Rivers project in or near the city of Tower.

2.29 (e) For distributions received in 2008 and later, ~~amounts may be allocated to joint~~
2.30 ~~ventures with mining companies for reclamation of lands containing abandoned or worked~~
2.31 ~~out mines to convert these lands to marketable properties for residential, recreational,~~
2.32 ~~commercial, or other valuable uses~~ the first \$2,000,000 must be paid to St. Louis County
2.33 for deposit in its county road and bridge fund to be used for relocation of St. Louis County
2.34 Road 715, commonly referred to as Pike River Road, and the remainder is allocated for
2.35 projects under section 298.223, subdivision 1, clause (e).

3.1 Sec. Minnesota Statutes 2004, section 298.2961, is amended by adding a
3.2 subdivision to read:

3.3 Subd. 5. Public works and local economic development fund. For distributions in
3.4 2007 only, a special fund is established to receive 38.4 cents per ton that otherwise would
3.5 be allocated under section 298.28, subdivision 6. The following amounts are allocated
3.6 for the specific purposes:

3.7 (1) 13.4 cents per ton for the Central Iron Range Sanitary Sewer District for
3.8 construction of a combined wastewater facility;

3.9 (2) six cents per ton to the city of Eveleth to redesign and design and construct
3.10 improvements to renovate its water treatment facility;

3.11 (3) one cent per ton for the East Range Joint Powers Board to acquire land for and to
3.12 design a central wastewater collection and treatment system;

3.13 (4) 0.5 cents per ton to the city of Hoyt Lakes to repair Leeds Road;

3.14 (5) 0.7 cents per ton to the city of Virginia to extend Eighth Street South;

3.15 (6) 0.7 cents per ton to the city of Mountain Iron to repair Hoover Road;

3.16 (7) 0.9 cents per ton to the city of Gilbert for alley repairs between Michigan and
3.17 Indiana Avenues and for repayment of the Delta Dental loan to the Minnesota Department
3.18 of Employment and Economic Development;

3.19 (8) 0.4 cents per ton to the city of Keewaten for a new city well;

3.20 (9) 0.3 cents per ton to the city of Grand Rapids for planning for a fire and hazardous
3.21 materials center;

3.22 (10) 0.9 cents per ton to Aitkin County Growth for an economic development
3.23 project for peat harvesting;

3.24 (11) 0.4 cents per ton to the city of Nashwauk to develop a comprehensive city plan;

3.25 (12) 0.4 cents per ton to the city of Taconite for development of a city comprehensive
3.26 plan;

3.27 (13) 0.3 cents per ton to the city of Marble for water and sewer infrastructure;

3.28 (14) 0.8 cents per ton to Aitkin County for improvements to the Long Lake
3.29 Environmental Learning Center;

3.30 (15) 0.3 cents per ton to the city of Coleraine for the Coleraine Technology Center;

3.31 (16) 0.5 cents per ton to the Economic Development Authority of the city of Grand
3.32 Rapids for planning for the North Central Research and Technology Laboratory;

3.33 (17) 0.6 cents per ton to the city of Bovey for sewer and water extension;

3.34 (18) 0.3 cents per ton to the city of Calumet for infrastructure improvements; and

3.35 (19) ten cents per ton to an economic development authority in a city through which
3.36 State Highway 1 passes, or a city in Independent School District No. 2142 that has an

4.1 active mine, for an economic development project approved by the Iron Range Resources
4.2 and Rehabilitation Board.

4.3 **EFFECTIVE DATE.** This section is effective the day following final enactment."

1.1 Senator moves to amend S.F. No. XXXX as follows:

1.2 Page ..., after line ..., insert:

1.3 "Sec. Minnesota Statutes 2004, section 297A.71, is amended by adding a
1.4 subdivision to read:

1.5 Subd. 33. Carver County Justice Center. Materials and supplies used or consumed
1.6 in, and equipment incorporated into, the construction of the expansion and renovation of
1.7 the Carver County Justice Center, are exempt.

1.8 EFFECTIVE DATE. This section is effective for sales and purchases made after
1.9 December 31, 2005, and before January 1, 2008."

1.10 Renumber the sections in sequence and correct the internal references

1.11 Amend the title accordingly

#12

THOMAS G. MCCARTHY
JUDGE
SIBLEY COUNTY COURTHOUSE
BOX 867
GAYLORD, MINNESOTA 55334
TELEPHONE (507) 237-4051
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Handout #12

SIBLEY, McLEOD, LE SUEUR
SCOTT, CARVER, DAKOTA AND
GOODHUE COUNTIES

STATE OF MINNESOTA
FIRST JUDICIAL DISTRICT

April 19, 2005

Hon. Julianne Ortman
Minnesota State Senate
Room G-21 State Office Bldg
100 Rev. Dr. Martin Luther King Jr. Blvd.
St. Paul, MN 55155-1206

Dear Senator Ortman:

As a judge of the First Judicial District who often presides in Carver County, I offer my strong support for your efforts to exempt the Carver County Courthouse expansion from the state sales tax.

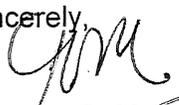
More often than I care to admit, I have been the fourth judge in a courthouse where there are only three courtrooms and three chambers. I have had to squeeze myself, my court reporter and law clerk into a small conference room and holds court in the jury assembly room. There is little opportunity to get any kind of quality work done outside the courtroom under those circumstances.

The public deserves to have its judicial business conducted in a room that demands respect for the important work we are about. It is difficult to maintain decorum when I'm seated behind a table, and the litigants are at similar tables just a few feet away.

I have presided in every courthouse in the First Judicial District in the past year or so. Carver County is the ONLY one that does not have more chambers than chambered judges. Every other county knows the obvious: you cannot run an efficient court operation with only enough courtroom sets (Courtroom, chambers, court reporter and law clerk facilities) for the number of judges chambered in the courthouse.

Thanks for your work on this important project. Please let me know if there is anything more I can do to assist in this important effort.

Sincerely,


Thomas G. McCarthy
Judge of District Court

RECEIVED

APR 26 2005

RICHARD G. SPICER
FIRST JUDICIAL DISTRICT
CHIEF JUDGE

DAKOTA COUNTY JUDICIAL CENTER
1560 WEST HIGHWAY 55
HASTINGS, MINNESOTA 55033



CARVER, DAKOTA, GOODHUE, LeSUEUR,
McLEOD, SCOTT AND SIBLEY COUNTIES

(651) 438-4317
FAX (651) 438-4302

STATE OF MINNESOTA
FIRST JUDICIAL DISTRICT

April 20, 2005

Senator Julianne Ortman
100 Rev. Dr. Martin Luther King Jr. Blvd., Room G-21
St. Paul, MN 55155-1206

RECEIVED

APR 25 2005

Re: Carver County Courthouse Expansion

Dear Senator Ortman:

I write to you as the Chief Judge of the First Judicial District. I understand that you are currently submitting a bill through the legislative process that would exempt Carver County from paying sales tax on courthouse expansion. This bill would go a long way towards the county being able to afford such a project.

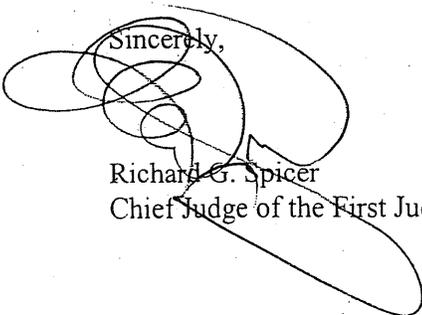
As you probably know, I was originally appointed as a judge in Carver County and I am very familiar with the facility and courtroom issues at the present time. Clearly, with the increasing population as well as increased number of court participants, Carver County would be a logical place to consider adding more judges.

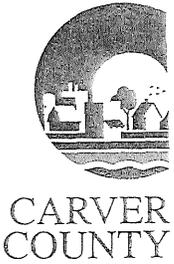
Unfortunately, based upon the present limitations of three courtrooms, there is currently no possibility of any increase in judges to be chambered in Carver County. Because of this, I strongly advocate that the bill be pursued, so that the number of courtrooms in Carver County can be increased to meet the ever-growing judicial and public needs.

One additional concern that I would like to address is courthouse security. As you are aware, security has become an increasing concern for all court facilities. In the First District, Dakota County has made tremendous strides on these issues. Unfortunately, Carver County, due to current structure, has not been able to make those strides necessary to maintain public and court staff security. This bill would assist the county in moving forward on this significant issue.

If there is any further information that would assist you in pursuing this matter, please do not hesitate to contact me. I am willing to support you in any way possible to make this bill a reality.

Sincerely,


Richard G. Spicer
Chief Judge of the First Judicial District



Office of Court Administrator
Carver County Government Center
Justice Center Building
604 East Fourth Street
Chaska, Minnesota 55318-2102
Phone (952) 361-1420
Fax (952) 361-1491

RECEIVED

APR 25 2005

Carolyn M. Renn, Court Administrator
Rita A. Worm, Deputy Court Administrator
Louann L. McVeigh, Court Coordinator

April 19, 2005

Senator Julianne Ortman
100 Rev. Dr. Martin Luther King Blvd.
Room G-21
St. Paul, MN 55155-1206

Re: Carver County Justice Center Expansion

Dear Senator Ortman:

Thank you for inviting me to the hearing this morning, I found the time spent at the Capitol very interesting.

Enclosed please find the proposed prints for the addition to the Justice Center Building that we spoke of, I hope that you will find them helpful.

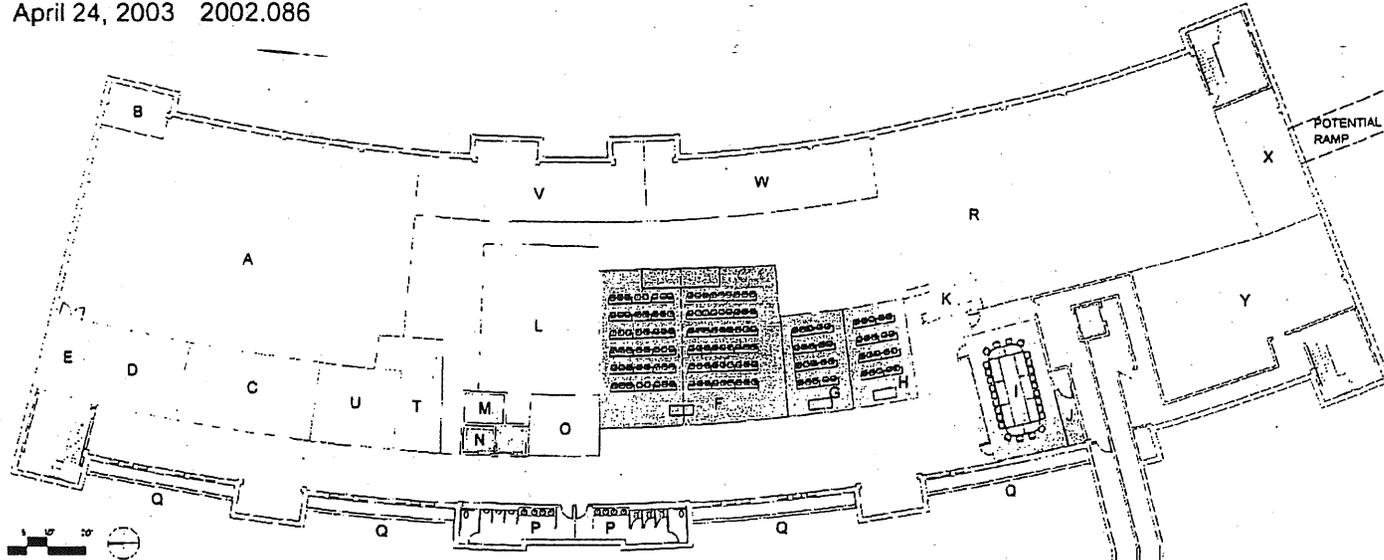
I spoke with a number of judges this morning and all were very supportive of this bill, most have indicated that they will be sending a letter out yet this week. If there is anything else that I can do to help please don't hesitate to contact me.

Thank you once again for your help.

Sincerely,

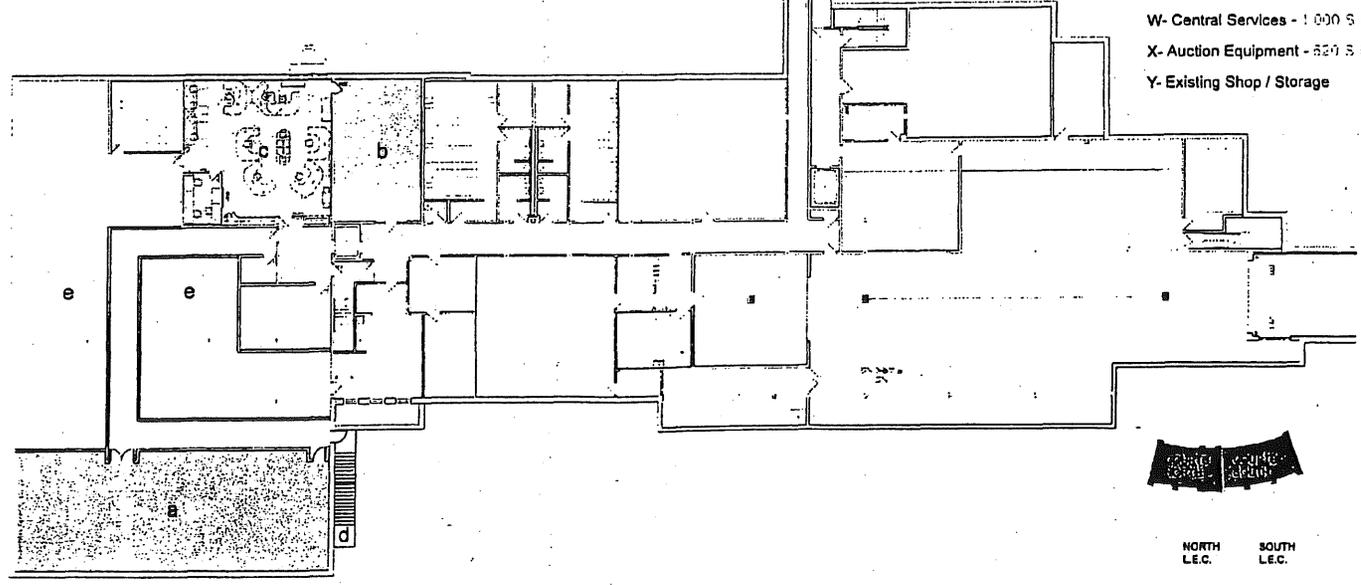
Carol Renn
Carver County Court Administrator
604 East 4th St
Chaska, MN 55318
952-361-1424
Carol.renn@courts.state.mn.us

April 24, 2003 2002.086



- A- Record Storage - 4,350 S.F.
- B- Secured Record Storage - 175 S.F.
- C- Emergency / Risk Management Offices - 300 S.F.
- D- Record Center Offices - 400 S.F.
- E- Record Center - Process / Staging - 200 S.F.
- F- Emergency Operations Center (EOC) / Training Room (Seats 100) - 1,500 S.F.
- G- Computer Training (Seats 20) - 100 S.F.
- H- Breakout Room - 100 S.F.
- I- Conference Room (Seats 26) - 106 S.F.
- J- Storage - 24 S.F.
- K- Kitchenette - 175 S.F.
- L- Mechanical - 1,000 S.F.
- M- Janitor - Existing
- N- New Elevator in Existing Shaft
- O- New Stair to ground level to connect to Existing Stair - 300 S.F.
- P- New Public Restrooms - 575 S.F.
- Q- New Window Wells
- R- Unfinished Space - 10,582 S.F.
- S- Circulation / Waiting - 4,100 S.F.
- T- Copy / Mail / Paper - 366 S.F.
- U- Training Office - 386 S.F.
- V- GIS - 1,000 S.F.
- W- Central Services - 1,000 S.F.
- X- Auction Equipment - 620 S.F.
- Y- Existing Shop / Storage

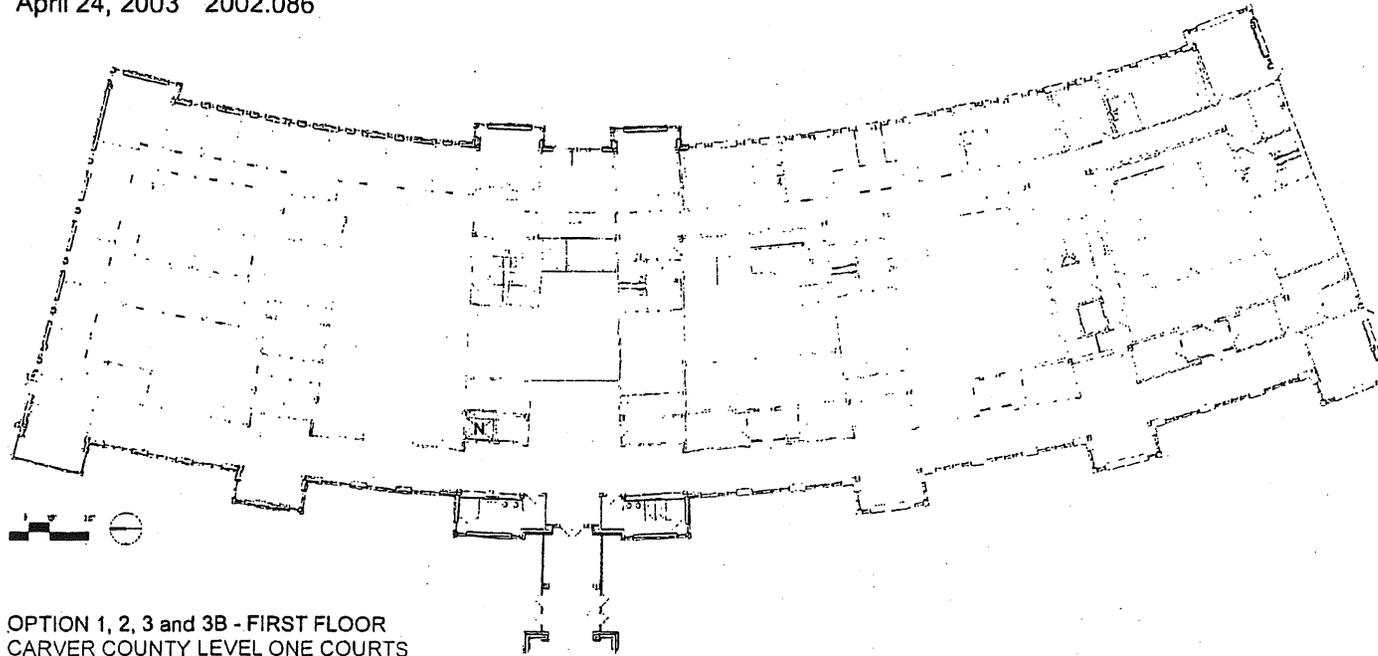
- a- Force Training - 2,400 S.F.
- b- Uni-sex Locker Room - 320 S.F.
- c- 911 (Expanded with 8 Consoles)
- d- New Stair to Exterior
- e- Unfinished Space



NORTH
L.E.C. SOUTH
L.E.C.

SCHEME 2 - LOWER LEVEL FLOOR
CARVER COUNTY LOWER LEVEL
(ESTIMATED CONSTRUCTION COSTS: \$2,917,787)

April 24, 2003 2002.086

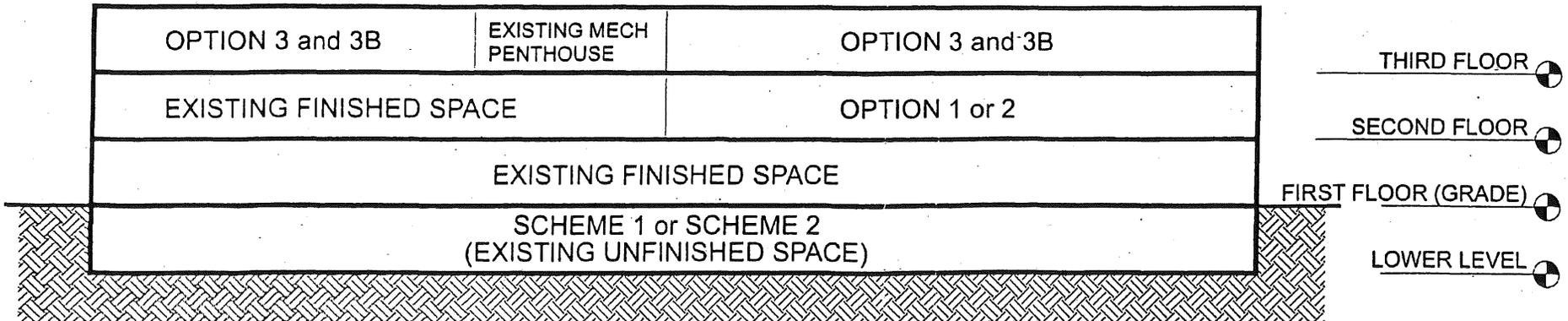


OPTION 1, 2, 3 and 3B - FIRST FLOOR
CARVER COUNTY LEVEL ONE COURTS

N- New Elevator in Existing Shaft

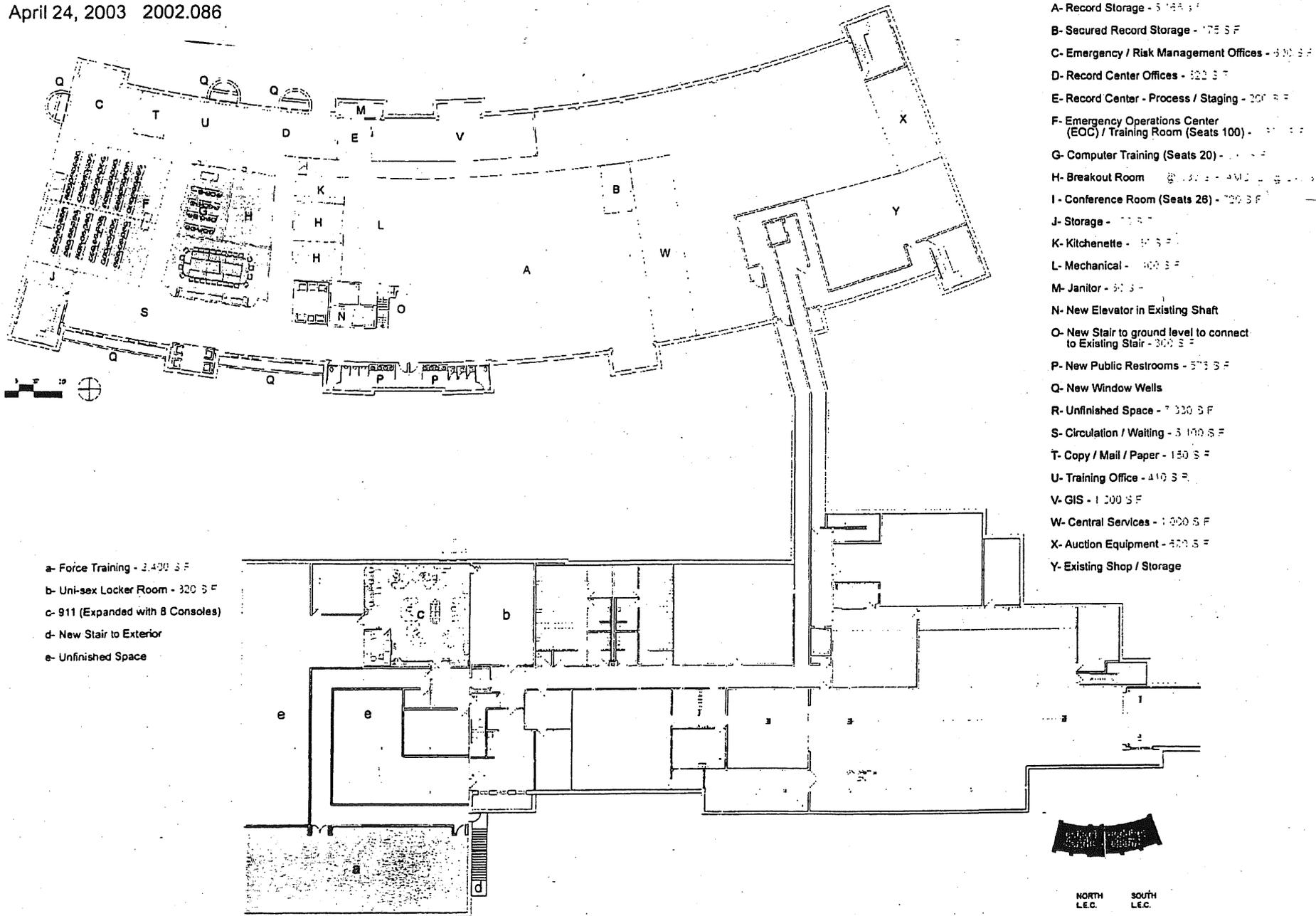


NORTH
L.E.C. SOUTH
L.E.C.



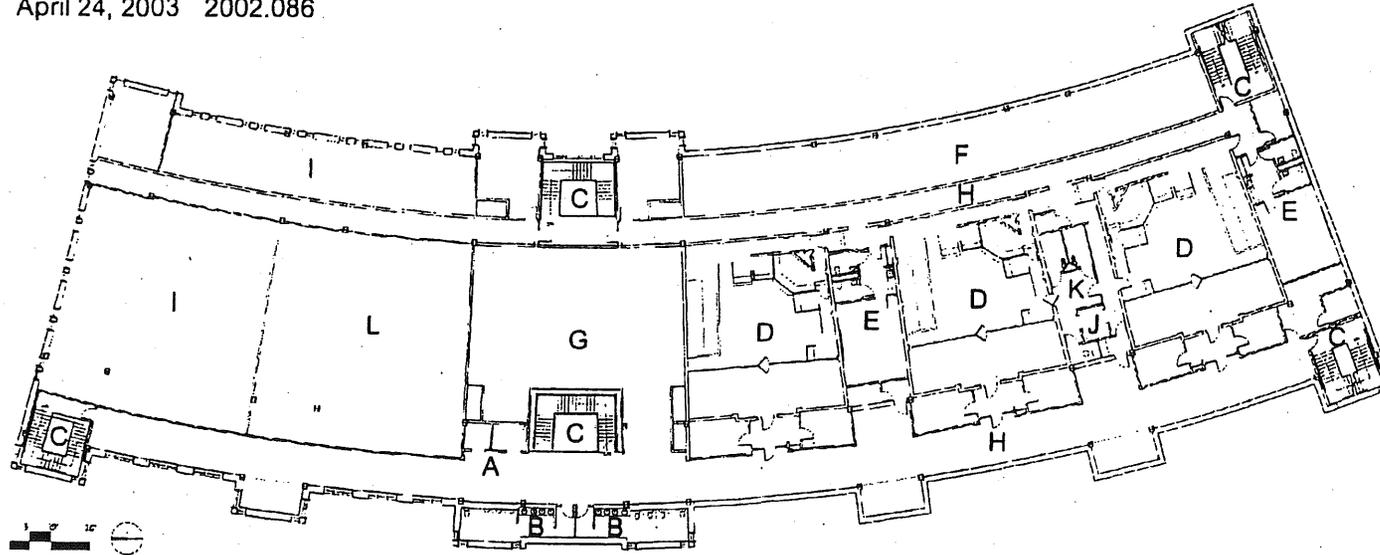
SCHEMATIC BUILDING SECTION (LOOKING EAST)
(NOT TO SCALE)

April 24, 2003 2002.086



SCHEME 1 - LOWER LEVEL FLOOR
 CARVER COUNTY LOWER LEVEL
 (ESTIMATED CONSTRUCTION COSTS: \$2,910,835)

April 24, 2003 2002.086

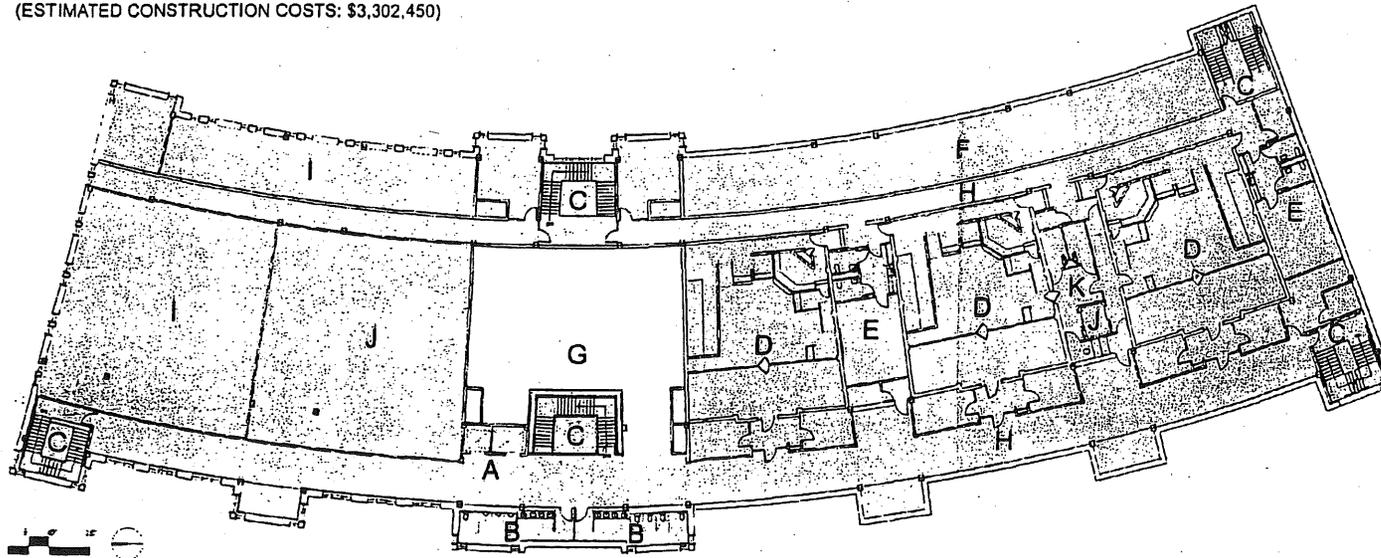


- A- Elevators
- B- Public Restrooms
- C- Stair
- D- Courtroom
- E- Courtroom Support
- F- Judge/ Clerk/ Reporter area
- G- Existing Mechanical Penthouse
- H- Public Circulation
- I- Office
- J- Extended Elevator Shaft
- K- Holding Cells
- L- Mechanical Room

FINISHED - 0 S F
 UNFINISHED - 0 S F

- Shell
- Finished Space
- Existing
- Existing Mechanical Penthouse

OPTION 3 - NEW THIRD FLOOR - UNFINISHED
 CARVER COUNTY LEVEL THREE COURTS
 (ESTIMATED CONSTRUCTION COSTS: \$3,302,450)



- A- Elevators
- B- Public Restrooms
- C- Stair
- D- Courtroom
- E- Courtroom Support
- F- Judge/ Clerk/ Reporter area
- G- Existing Mechanical Penthouse
- H- Public Circulation
- I- Office
- J- Extended Elevator Shaft
- K- Holding Cells
- L- Mechanical Room

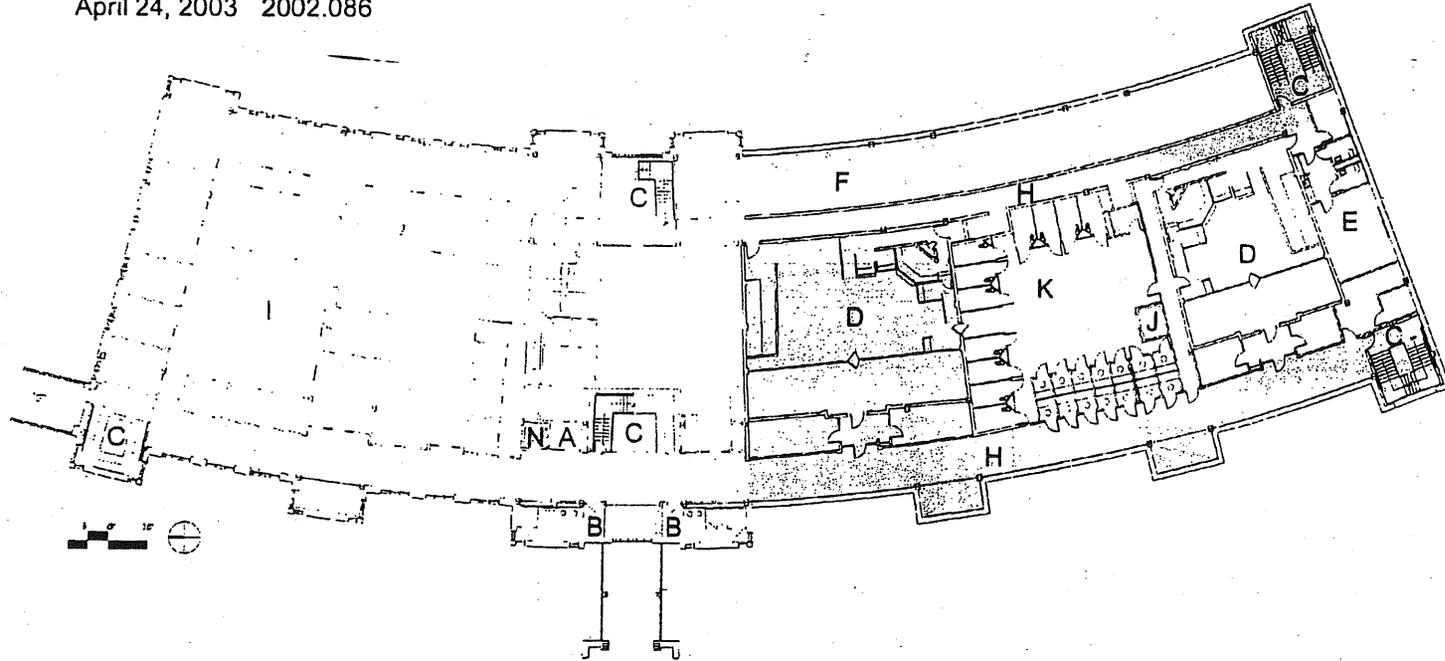
FINISHED - 29,392 S F
 UNFINISHED - 0 S F



NORTH
 L.E.C. SOUTH
 L.E.C.

OPTION 3B - NEW THIRD FLOOR - FINISHED
 CARVER COUNTY LEVEL THREE COURTS
 (ESTIMATED CONSTRUCTION COSTS: \$7,311,777)

April 24, 2003 2002.086

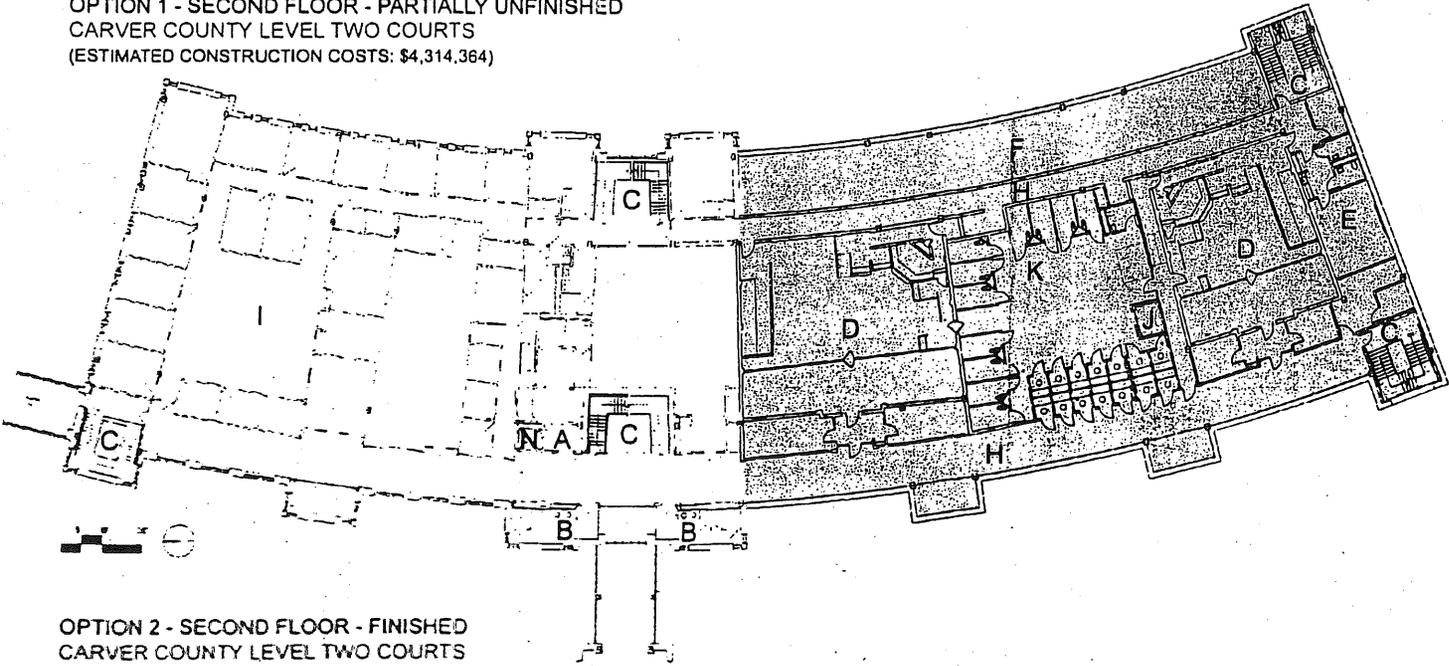


OPTION 1 - SECOND FLOOR - PARTIALLY UNFINISHED
 CARVER COUNTY LEVEL TWO COURTS
 (ESTIMATED CONSTRUCTION COSTS: \$4,314,364)

- A- Elevator
- B- Public Restrooms
- C- Stair
- D- Courtroom
- E- Courtroom Support
- F- Judge/ Clerk/ Reporter area
- G- Existing Mechanical Penthouse
- H- Public Circulation
- I- Office
- J- Extended Elevator Shaft
- K- Holding Cells
- N- New Elevator in Existing Shaft

FINISHED - 12,103 SF
 UNFINISHED - 12,403 SF

- Shell
- Finished Space
- Existing
- Existing Mechanical Penthou



OPTION 2 - SECOND FLOOR - FINISHED
 CARVER COUNTY LEVEL TWO COURTS
 (ESTIMATED CONSTRUCTION COSTS: \$5,719,071)

- A- Elevator
- B- Public Restrooms
- C- Stair
- D- Courtroom
- E- Courtroom Support
- F- Judge/ Clerk/ Reporter area
- G- Existing Mechanical Penthouse
- H- Public Circulation
- I- Office
- J- Extended Elevator Shaft
- K- Holding Cells
- N- New Elevator in Existing Shaft

FINISHED - 14,340 SF
 UNFINISHED - 13 SF



NORTH
 L.E.C.
 SOUTH
 L.E.C.

1.1 Senator moves to amend S.F. No. XXXX as follows:

1.2 Page ..., after line ..., insert:

"Sec. **[383D.75] COUNTY DEED AND MORTGAGE TAX.**

1.4 **Subdivision 1. Authority to impose; rate.** (a) The governing body of Dakota
1.5 County may impose a mortgage registry and deed tax.

1.6 (b) The rate of the mortgage registry tax equals .0001 of the principal.

1.7 (c) The rate of the deed tax equals .0001 of the amount.

1.8 **Subd. 2. General law provisions apply.** The taxes under this section apply to
1.9 the same base and must be imposed, collected, administered, and enforced in the same
1.10 manner as provided under chapter 287 for the state mortgage registry and deed taxes.
1.11 All the provisions of chapter 287 apply to these taxes, except the rate is as specified in
1.12 subdivision 1, the term "Dakota County" must be substituted for "the state," and the
1.13 revenue must be deposited as provided in subdivision 3.

1.14 **Subd. 3. Deposit of revenues.** All revenues from the tax are for the use of
1.15 the Dakota County Board of Commissioners and must be deposited in the county's
1.16 environmental response fund under section 383D.76.

1.17 **Subd. 4. Expiration.** The authority to impose the tax under this section expires
1.18 January 1, 2013.

1.19 Sec. **[383D.76] ENVIRONMENTAL RESPONSE FUND.**

1.20 **Subdivision 1. Creation.** An environmental response fund is created for the purposes
1.21 specified in this section. The taxes imposed by section 383D.75 must be deposited in the
1.22 fund. The Board of County Commissioners shall administer the fund either as a county
1.23 board, a housing and redevelopment authority, or a regional rail authority.

1.24 **Subd. 2. Uses of fund.** The fund created in subdivision 1 must be used for the
1.25 following purposes:

1.26 (1) acquisition through purchase or condemnation of lands or property which are
1.27 polluted or contaminated with hazardous substances;

1.28 (2) paying the costs associated with indemnifying or holding harmless the
1.29 entity taking title to lands or property from any liability arising out of the ownership,
1.30 remediation, or use of the land or property;

1.31 (3) paying for the costs of remediating the acquired land or property;

1.32 (4) paying the costs associated with remediating lands or property which are polluted
1.33 or contaminated with hazardous substances; or

1.34 (5) paying for the costs associated with improving the property for economic
1.35 development, recreational, housing, transportation or rail traffic.

2.1 Subd. 3. Matching funds. In expending funds under this section, the county shall
 2.2 seek matching funds from contamination cleanup funds administered by the commissioner
 2.3 of the Department of Employment and Economic Development, the Metropolitan Council,
 2.4 the federal government, the private sector, and any other source.

2.5 Subd. 4. Bonds. The county may pledge the proceeds from the taxes imposed by
 2.6 section 383D.75 to bonds issued under this chapter and chapters 398A, 462, 469, and 475.

2.7 Subd. 5. Land sales. Land or property acquired under this section may be resold
 2.8 at fair market value. Proceeds from the sale of the land must be deposited in the
 2.9 environmental response fund.

2.10 Subd. 6. DOT assistance. The commissioner of transportation shall collaborate with
 2.11 the county and any affected municipality by providing technical assistance and support in
 2.12 cleaning up a contaminated site related to a trunk highway or railroad improvement."

2.13 Page ..., after line ..., insert:

2.14 "Sec. ANOKA COUNTY DEED AND MORTGAGE TAX.

2.15 Subdivision 1. Authority to impose; rate. (a) The governing body of Anoka
 2.16 County may impose a mortgage registry and deed tax.

2.17 (b) The rate of the mortgage registry tax equals .0001 of the principal.

2.18 (c) The rate of the deed tax equals .0001 of the amount.

2.19 Subd. 2. General law provisions apply. The taxes under this section apply to
 2.20 the same base and must be imposed, collected, administered, and enforced in the same
 2.21 manner as provided under chapter 287 for the state mortgage registry and deed taxes.
 2.22 All the provisions of chapter 287 apply to these taxes, except the rate is as specified
 2.23 in subdivision 1, the term "Anoka County" must be substituted for "the state," and the
 2.24 revenue must be deposited as provided in subdivision 3.

2.25 Subd. 3. Deposit of revenues. All revenues from the tax are for the use of the Anoka
 2.26 County Board of Commissioners and must be deposited in the county's environmental
 2.27 response fund under section

2.28 Subd. 4. Expiration. The authority to impose the tax under this section expires
 2.29 January 1, 2013.

2.30 Sec. ANOKA COUNTY ENVIRONMENTAL RESPONSE FUND.

2.31 Subdivision 1. Creation. An environmental response fund is created for the
 2.32 purposes specified in this section. The taxes imposed by section must be deposited
 2.33 in the fund. The Board of County Commissioners shall administer the fund either as a
 2.34 county board, a housing and redevelopment authority, or a regional rail authority.

3.1 Subd. 2. Uses of fund. The fund created in subdivision 1 must be used for the
3.2 following purposes:

3.4 (1) acquisition through purchase or condemnation of lands or property which are
3.5 polluted or contaminated with hazardous substances;

3.6 (2) paying the costs associated with indemnifying or holding harmless the
3.7 entity taking title to lands or property from any liability arising out of the ownership,
3.8 remediation, or use of the land or property;

3.9 (3) paying for the costs of remediating the acquired land or property;

3.10 (4) paying the costs associated with remediating lands or property which are polluted
3.11 or contaminated with hazardous substances; or

3.12 (5) paying for the costs associated with improving the property for economic
3.13 development, recreational, housing, transportation or rail traffic.

3.14 Subd. 3. Matching funds. In expending funds under this section, the county shall
3.15 seek matching funds from contamination cleanup funds administered by the commissioner
3.16 of the Department of Employment and Economic Development, the Metropolitan Council,
3.17 the federal government, the private sector, and any other source.

3.18 Subd. 4. Bonds. The county may pledge the proceeds from the taxes imposed by
3.19 section to bonds issued under this chapter and chapters 398A, 462, 469, and 475.

3.20 Subd. 5. Land sales. Land or property acquired under this section may be resold
3.21 at fair market value. Proceeds from the sale of the land must be deposited in the
3.22 environmental response fund.

3.23 Subd. 6. DOT assistance. The commissioner of transportation shall collaborate with
3.24 the county and any affected municipality by providing technical assistance and support in
3.25 cleaning up a contaminated site related to a trunk highway or railroad improvement."

3.26 Renumber the sections in sequence and correct the internal references

Amend the title accordingly

#13

Preliminary County Targeted Case Management Aid

COUNTY	Childrens Services	Mental Health Services	Childrens & Mental Health Services	Childrens & Mental Health Services	Proposed Targeted Case Management County Aid Distribution	
	Total	Total	Total	% Share	CY 2006 \$40 million	CY 2007 \$20 million
Aitkin	1,534,675	1,229,405	2,764,081	0.3%	138,087	69,044
Anoka	17,700,161	13,459,205	31,159,368	3.9%	1,556,651	778,325
Becker	4,507,206	2,593,795	7,101,004	0.9%	354,750	177,375
Beltrami	5,300,672	3,383,632	8,684,308	1.1%	433,848	216,924
Benton	2,223,979	2,347,032	4,571,016	0.6%	228,358	114,179
Big Stone	645,593	521,985	1,167,584	0.1%	58,330	29,165
Blue Earth	3,556,405	6,347,029	9,903,441	1.2%	494,753	247,377
Brown	2,467,460	2,021,759	4,489,227	0.6%	224,272	112,136
Carlton	4,559,871	2,355,157	6,915,037	0.9%	345,459	172,730
Carver	5,617,710	4,935,521	10,553,241	1.3%	527,216	263,608
Cass	3,702,963	2,358,497	6,061,471	0.8%	302,817	151,409
Chippewa	936,059	951,300	1,887,371	0.2%	94,289	47,144
Chisago	4,358,555	2,726,274	7,084,842	0.9%	353,943	176,971
Clay	6,861,765	5,000,758	11,862,537	1.5%	592,625	296,313
Clearwater	815,464	352,822	1,168,301	0.1%	58,366	29,183
Cook	298,384	468,805	767,205	0.1%	38,328	19,164
Cottonwood	1,368,750	2,193,790	3,562,557	0.4%	177,977	88,989
Crow Wing	5,419,293	4,835,454	10,254,765	1.3%	512,305	256,152
Dakota	15,224,377	14,930,413	30,154,809	3.8%	1,506,465	753,233
Dodge	1,488,979	398,651	1,887,650	0.2%	94,303	47,151
Douglas	2,203,687	3,119,647	5,323,355	0.7%	265,943	132,971
Fillmore	1,301,864	719,612	2,021,499	0.3%	100,989	50,495
Freeborn	2,530,910	3,591,156	6,122,090	0.8%	305,846	152,923
Goodhue	2,914,894	2,485,797	5,400,716	0.7%	269,807	134,904
Grant	313,327	818,468	1,131,821	0.1%	56,543	28,272
Hennepin	125,249,553	99,331,015	224,580,595	28.0%	11,219,534	5,609,767
Houston	1,326,752	894,621	2,221,401	0.3%	110,976	55,488
Hubbard	1,491,957	1,425,529	2,917,515	0.4%	145,752	72,876
Isanti	2,588,652	2,991,772	5,580,454	0.7%	278,787	139,393
Itasca	4,780,181	5,616,101	10,396,313	1.3%	519,376	259,688
Jackson	1,169,092	1,047,248	2,216,372	0.3%	110,725	55,362
Kanabec	1,677,283	994,808	2,672,124	0.3%	133,493	66,747
Kandiyohi	7,478,454	5,115,574	12,594,062	1.6%	629,171	314,585
Kittson	249,105	337,401	586,541	0.1%	29,302	14,651
Koochiching	1,081,458	1,665,710	2,747,204	0.3%	137,244	68,622
Lac Qui Parle	234,926	625,216	860,179	0.1%	42,973	21,486
Lake	1,315,384	1,092,499	2,407,921	0.3%	120,294	60,147
Lake of the	406,383	236,933	643,355	0.1%	32,141	16,070
Le Sueur	1,892,716	1,543,032	3,435,788	0.4%	171,644	85,822
Lincoln/Lyon/Murr	2,741,783	3,814,510	6,556,335	0.8%	327,540	163,770
Mcleod	2,326,956	2,597,536	4,924,535	0.6%	246,019	123,009
Mahnomen	941,298	450,519	1,391,861	0.2%	69,534	34,767
Marshall	1,022,780	226,536	1,249,361	0.2%	62,415	31,208

C

Preliminary County Targeted Case Management Aid

COUNTY	Childrens Services	Mental Health Services	Childrens & Mental Health Services	Childrens & Mental Health Services	Proposed Targeted Case Management County Aid Distribution	
	Total	Total	Total	% Share	CY 2006 \$40 million	CY 2007 \$20 million
	Faribault/Martin	2,675,216	2,391,295	5,066,557	0.6%	253,114
Meeker	751,171	1,845,748	2,596,966	0.3%	129,738	64,869
Mille Lacs	3,003,246	1,364,028	4,367,322	0.5%	218,181	109,091
Morrison	1,972,383	2,237,876	4,210,308	0.5%	210,337	105,169
Mower	3,066,974	2,248,978	5,316,002	0.7%	265,575	132,788
Nicollet	1,876,043	2,245,523	4,121,618	0.5%	205,907	102,953
Nobles	1,086,239	1,420,024	2,506,316	0.3%	125,210	62,605
Norman	401,466	593,856	995,376	0.1%	49,727	24,863
Olmsted	17,491,774	13,492,186	30,984,015	3.9%	1,547,891	773,945
Otter Tail	4,026,354	4,770,614	8,797,024	1.1%	439,479	219,740
Pennington	1,329,962	1,290,277	2,620,296	0.3%	130,904	65,452
Pine	2,899,324	1,222,035	4,121,417	0.5%	205,897	102,948
Pipestone	597,883	824,703	1,422,645	0.2%	71,072	35,536
Polk	3,471,701	3,362,075	6,833,836	0.9%	341,403	170,701
Pope	584,331	923,290	1,507,682	0.2%	75,320	37,660
Ramsey	55,860,924	52,431,079	108,292,065	13.5%	5,410,024	2,705,012
Red Lake	293,966	183,925	477,954	0.1%	23,877	11,939
Redwood	1,566,641	995,747	2,562,452	0.3%	128,014	64,007
Renville	971,612	1,719,670	2,691,347	0.3%	134,454	67,227
Rice	1,858,164	2,662,874	4,521,104	0.6%	225,864	112,932
Rock	797,835	509,131	1,307,033	0.2%	65,296	32,648
Roseau	694,434	1,061,054	1,755,556	0.2%	87,704	43,852
St. Louis	19,324,259	15,639,157	34,963,485	4.4%	1,746,696	873,348
Scott	3,528,445	3,549,268	7,077,783	0.9%	353,590	176,795
Sherburne	4,348,328	2,322,613	6,671,012	0.8%	333,269	166,634
Sibley	1,043,639	970,888	2,014,599	0.3%	100,645	50,322
Stearns	7,009,452	7,812,881	14,822,406	1.9%	740,494	370,247
Steele	2,004,405	2,115,211	4,119,690	0.5%	205,810	102,905
Stevens	666,175	700,053	1,366,303	0.2%	68,257	34,129
Swift	580,203	600,729	1,181,008	0.1%	59,000	29,500
Todd	2,403,117	1,714,398	4,117,592	0.5%	205,705	102,853
Traverse	475,483	447,445	923,006	0.1%	46,111	23,056
Wabasha	1,836,306	803,759	2,640,144	0.3%	131,896	65,948
Wadena	1,335,761	1,152,719	2,488,560	0.3%	124,323	62,161
Waseca	1,734,338	1,043,141	2,777,560	0.3%	138,761	69,380
Washington	7,599,135	7,940,216	15,539,433	1.9%	776,315	388,157
Watsonwan	1,039,016	793,847	1,832,946	0.2%	91,570	45,785
Wilkin	786,725	779,224	1,566,033	0.2%	78,235	39,118
Winona	3,132,336	3,842,329	6,974,750	0.9%	348,443	174,221
Wright	6,257,634	4,580,201	10,837,921	1.4%	541,438	270,719
Yellow Medicine	<u>1,013,586</u>	<u>693,093</u>	<u>1,706,766</u>	0.2%	<u>85,266</u>	<u>42,633</u>
	429,223,702	371,449,684	800,677,100	100.0%	40,000,000	20,000,000

1.1 Senator moves to amend S.F. No. XXXX as follows:

1.2 Page ..., after line ..., insert:

1.3 "Sec. Minnesota Statutes 2004, section 297A.67, subdivision 18, is amended to
1.4 read:

1.5 Subd. 18. Used and re-refined motor oils. Used motor oils are exempt. Re-refined
1.6 motor oils that meet American Petroleum Institute specifications for gasoline or diesel
1.7 engines are exempt.

1.8 EFFECTIVE DATE. This section is effective for sales and purchases made after
1.9 June 30, 2006."

1.10 Page ..., after line ..., insert:

1.11 "Sec. Minnesota Statutes 2004, section 297A.67, is amended by adding a
1.12 subdivision to read:

1.13 Subd. 33. Recycled copier and printing papers. Copier paper with a minimum
1.14 postconsumer recycled content of 30 percent by weight is exempt. Uncoated printing
1.15 paper with a minimum of 30 percent postconsumer recycled content by weight is exempt.
1.16 Coated printing paper with a minimum of ten percent of postconsumer recycled content by
1.17 weight is exempt.

1.18 EFFECTIVE DATE. This section is effective for sales and purchases made after
1.19 June 30, 2006."

#14

**One-Time Aid Increase to Cities
(S000s)**

	FY 2006	FY 2007	FY 2008	FY 2009
General Fund	\$0	(\$78,100)	(\$58,000)	(\$60,000)

One-time payment effective for aid payable in 2006 only.
Formula modifications effective for aids payable in 2007 and thereafter.

As understood, the proposal would provide a one-time aid increase to cities based on 2006 local government aid distribution. The one-time payment would be determined by modifying the 2006 formula as follows:

- eliminate the maximum aid;
- set the need increase percentage equal to 100%;
- eliminate the taconite offset; and
- change the revenue need inflation factor base year to 2002.

No city shall receive an aid payment in 2006 lower than what it was certified.

For aids payable in 2007 and thereafter, the maximum aid is eliminated and the need increase percentage is set to 100%.

- The one-time aid increase to cities was analyzed using the 2006 local government aid model.
- For aid payable in 2006, 641 cities would receive the one-time aid increase in addition to their certified aid payment. This one-time aid increase would total approximately \$78.1 million.
- The formula modifications for aids payable in 2007 and thereafter were analyzed using the baseline 2007 model. For aids payable in 2008, a city levy growth of 8% from the previous year was assumed and city ANTC growth was assumed to be 11.7%.
- For aid payable in 2007, the formula modifications would increase local government aid payments by approximately \$58 million relative to the current law appropriation. The payable 2008 aid increase is estimated to equal approximately \$60 million.

Number of Taxpayers Affected: 641 cities receive a one-time aid increase in FY 2007.

Minnesota Department of Revenue
Tax Research Division
April 7, 2006

4/7/2006

Proposed 2007 Local Government Aid
Full Funding (No LGA Maximum; Need Increase Pct = 100%)

	2006 LGA	ESTIMATED CURRENT LAW 2007 LGA	DIFFERENCE FROM 2006 LGA	FULL FUNDING PROPOSED 2007 LGA	DIFFERENCE OVER 2007 CURRENT LAW	PERCENT CHANGE
ADA CITY OF	588,408	624,384	35,976	701,821	77,437	12.4%
ADAMS CITY OF	189,419	207,074	17,655	232,355	25,281	12.2%
ADRIAN CITY OF	389,164	417,759	28,595	457,860	40,101	9.6%
AFTON	17,670	17,820	150	17,820	0	0.0%
AITKIN CITY OF	535,704	600,129	64,425	920,123	319,994	53.3%
AKELEY CITY OF	64,205	60,374	(3,831)	60,374	0	0.0%
ALBANY CITY OF	473,958	522,516	48,558	712,757	190,241	36.4%
ALBERT LEA CITY OF	5,625,749	5,696,419	70,670	6,122,509	426,090	7.5%
ALBERTA CITY OF	25,124	28,838	3,714	31,278	2,440	8.5%
ALBERTVILLE CITY OF	0	0	-	0	0	0.0%
ALDEN CITY OF	159,478	153,274	(6,204)	166,276	13,002	8.5%
ALDRICH CITY OF	3,835	4,335	500	7,307	2,972	68.6%
ALEXANDRIA CITY OF	1,791,525	1,685,796	(105,729)	1,832,536	146,740	8.7%
ALPHA CITY OF	34,393	36,347	1,954	39,443	3,096	8.5%
ALTURA CITY OF	41,209	38,691	(2,518)	38,691	0	0.0%
ALVARADO CITY OF	34,749	37,449	2,700	73,958	36,509	97.5%
AMBOY CITY OF	125,825	120,302	(5,523)	130,485	10,183	8.5%
ANDOVER	0	0	-	0	0	0.0%
ANNANDALE CITY OF	368,960	327,639	(41,321)	354,712	27,073	8.3%
ANKARA CITY OF	1,417,436	1,337,135	(80,301)	1,453,526	116,391	8.7%
APPLE VALLEY CITY OF	0	0	-	0	0	0.0%
APPLETON CITY OF	866,237	931,918	65,681	1,288,753	356,835	38.3%
ARCO CITY OF	24,444	25,304	860	27,457	2,153	8.5%
ARDEN HILLS	0	0	-	0	0	0.0%
ARGYLE CITY OF	179,319	188,593	9,274	217,976	29,383	15.6%
ARLINGTON CITY OF	620,542	682,138	61,596	765,802	83,664	12.3%
ASHBY CITY OF	105,665	111,968	6,303	121,470	9,502	8.5%
ASKOV CITY OF	65,761	62,865	(2,896)	65,896	3,031	4.8%
ATWATER CITY OF	283,829	288,595	4,766	313,163	24,568	8.5%
AUDUBON CITY OF	77,289	91,505	14,216	125,983	34,478	37.7%
AURORA CITY OF	628,801	591,645	(37,156)	591,645	0	0.0%
AUSTIN CITY OF	7,003,279	7,303,279	300,000	8,441,586	1,138,307	15.6%
AVOCA CITY OF	29,182	30,748	1,566	33,352	2,604	8.5%
AVON CITY OF	244,326	270,528	26,202	293,398	22,870	8.5%
BABBITT CITY OF	248,073	293,073	45,000	425,998	132,925	45.4%
BACKUS CITY OF	30,625	30,661	36	33,164	2,503	8.2%
BADGER CITY OF	98,994	98,013	(981)	106,301	8,288	8.5%
BAGLEY CITY OF	441,136	447,344	6,208	485,619	38,275	8.6%
BALATON CITY OF	186,715	199,215	12,500	233,317	34,102	17.1%
BARNESVILLE CITY OF	439,818	471,774	31,956	950,971	479,197	101.6%
BARNUM CITY OF	116,437	127,753	11,316	152,973	25,220	19.7%
BARRETT CITY OF	68,364	66,232	(2,132)	71,820	5,588	8.4%
BARRY CITY OF	3,045	2,920	(125)	3,072	152	5.2%
BATTLE LAKE CITY OF	102,380	95,790	(6,590)	95,790	0	0.0%

Proposed 2007 Local Government Aid
Full Funding (No LGA Maximum; Need Increase Pct = 100%)

4/7/2006

	2006 LGA	ESTIMATED CURRENT LAW 2007 LGA	DIFFERENCE FROM 2006 LGA	FULL FUNDING PROPOSED 2007 LGA	DIFFERENCE OVER 2007 CURRENT LAW	PERCENT CHANGE
BAUDETTE CITY OF	311,164	327,242	16,078	357,222	29,980	9.2%
BAXTER CITY OF	0	0	-	0	0	0.0%
BAYPORT	348,687	439,726	91,039	587,967	148,241	33.7%
BEARDSLEY CITY OF	72,933	73,503	570	79,774	6,271	8.5%
BEAVER BAY CITY OF	28,085	26,259	(1,826)	26,259	0	0.0%
BEAVER CREEK CITY OF	48,755	45,792	(2,963)	47,576	1,784	3.9%
BECKER CITY OF	22,494	24,840	2,346	24,840	0	0.0%
BEJOU CITY OF	19,218	19,526	308	21,711	2,185	11.2%
BELGRADE CITY OF	167,803	177,817	10,014	192,919	15,102	8.5%
BELLE PLAINE	319,378	360,059	40,681	391,400	31,341	8.7%
BELLECHESTER CITY OF	18,611	19,497	886	21,105	1,608	8.2%
BELLINGHAM CITY OF	71,457	68,887	(2,570)	74,781	5,894	8.6%
BELTRAMI CITY OF	25,110	26,680	1,570	28,953	2,273	8.5%
BELVIEW CITY OF	108,061	103,351	(4,710)	112,144	8,793	8.5%
BEMIDJI CITY OF	3,507,656	3,480,791	(26,865)	3,747,651	266,860	7.7%
BENA CITY OF	23,358	24,137	779	29,129	4,992	20.7%
BENSON CITY OF	966,566	1,019,328	52,762	1,106,307	86,979	8.5%
BERTHA CITY OF	141,220	133,132	(8,088)	143,757	10,625	8.0%
BETHEL	33,801	32,935	(866)	32,935	0	0.0%
BIG FALLS CITY OF	70,195	69,021	(1,174)	74,892	5,871	8
BIG LAKE CITY OF	579,880	469,119	(110,761)	509,953	40,834	8.1%
BIGELOW CITY OF	43,525	48,025	4,500	56,437	8,412	17.5%
BIGFORK CITY OF	92,860	87,393	(5,467)	94,757	7,364	8.4%
BINGHAM LAKE CITY OF	31,759	30,335	(1,424)	30,685	350	1.2%
BIRCHWOOD	5,826	5,826	-	5,826	0	0.0%
BIRD ISLAND CITY OF	392,838	423,640	30,802	462,973	39,333	9.3%
BISCAY CITY OF	7,894	9,329	1,435	13,421	4,092	43.9%
BIWABIK CITY OF	365,593	342,764	(22,829)	342,764	0	0.0%
BLACKDUCK CITY OF	181,199	196,445	15,246	217,877	21,432	10.9%
BLAINE (JT)	0	0	-	0	0	0.0%
BLOMKEST CITY OF	21,437	20,211	(1,226)	21,030	819	4.1%
BLOOMING PRAIRIE CITY	624,697	684,841	60,144	767,689	82,848	12.1%
BLOOMINGTON	0	0	-	0	0	0.0%
BLUE EARTH CITY OF	1,203,446	1,306,051	102,605	1,740,396	434,345	33.3%
BLUFFTON CITY OF	18,837	22,115	3,278	37,174	15,059	68.1%
BOCK CITY OF	10,049	11,841	1,792	18,106	6,265	52.9%
BORUP CITY OF	13,325	13,925	600	21,279	7,354	52.8%
BOVEY CITY OF	301,074	283,143	(17,931)	283,143	0	0.0%
BOWLUS CITY OF	30,741	33,461	2,720	37,958	4,497	13.4%
BOY RIVER CITY OF	2,598	2,898	300	5,351	2,453	84.6%
BOYD CITY OF	78,646	73,946	(4,700)	73,946	0	0
BRAHAM CITY OF	361,889	400,577	38,688	477,283	76,706	19.1%
BRAINERD CITY OF	4,019,438	4,105,299	85,861	4,419,933	314,634	7.7%
BRANDON CITY OF	97,101	98,420	1,319	106,764	8,344	8.5%

Proposed 2007 Local Government Aid
Full Funding (No LGA Maximum; Need Increase Pct = 100%)

4/7/2006

	2006 LGA	ESTIMATED CURRENT LAW 2007 LGA	DIFFERENCE FROM 2006 LGA	FULL FUNDING PROPOSED 2007 LGA	DIFFERENCE OVER 2007 CURRENT LAW	PERCENT CHANGE
BECKENRIDGE CITY OF	1,182,049	1,239,444	57,395	1,475,317	235,873	19.0%
BREEZY POINT CITY OF	8,238	8,922	684	8,922	0	0.0%
BREWSTER CITY OF	103,768	115,306	11,538	217,464	102,158	88.6%
BRICELYN CITY OF	120,843	132,061	11,218	143,384	11,323	8.6%
BROOK PARK CITY OF	22,820	23,133	313	25,064	1,931	8.3%
BROOKLYN CENTER	667,665	908,743	241,078	987,844	79,101	8.7%
BROOKLYN PARK	0	0	-	0	0	0.0%
BROOKS CITY OF	19,662	21,505	1,843	30,528	9,023	42.0%
BROOKSTON CITY OF	8,517	8,054	(463)	8,054	0	0.0%
BROOTEN CITY OF	169,850	160,727	(9,123)	160,727	0	0.0%
BROWERVILLE CITY OF	176,743	192,072	15,329	233,539	41,467	21.6%
BROWNS VALLEY CITY OF	293,070	275,593	(17,477)	294,655	19,062	6.9%
BROWNSDALE CITY OF	138,480	149,274	10,794	173,908	24,634	16.5%
BROWNSVILLE CITY OF	69,986	67,030	(2,956)	67,030	0	0.0%
BROWNTON CITY OF	214,449	222,081	7,632	240,986	18,905	8.5%
BRUNO CITY OF	21,421	20,163	(1,258)	20,163	0	0.0%
BUCKMAN CITY OF	15,539	16,607	1,068	17,935	1,328	8.0%
BUFFALO CITY OF	1,415,301	1,121,103	(294,198)	1,192,069	70,966	6.3%
BUFFALO LAKE CITY OF	236,739	227,531	(9,208)	241,250	13,719	6.0%
CHAMBERLAIN CITY OF	397,797	371,968	(25,829)	371,968	0	0.0%
CLARKSVILLE CITY OF	0	0	-	0	0	0.0%
BURTRUM CITY OF	22,286	23,207	921	30,553	7,346	31.7%
BUTTERFIELD CITY OF	147,622	156,159	8,537	169,471	13,312	8.5%
BYRON CITY OF	280,063	237,594	(42,469)	255,756	18,162	7.6%
CALEDONIA CITY OF	747,863	787,371	39,508	951,414	164,043	20.8%
CALLAWAY CITY OF	38,241	38,700	459	41,955	3,255	8.4%
CALUMET CITY OF	143,329	134,695	(8,634)	134,695	0	0.0%
CAMBRIDGE CITY OF	534,186	536,995	2,809	583,738	46,743	8.7%
CAMPBELL CITY OF	51,718	54,518	2,800	60,787	6,269	11.5%
CANBY CITY OF	697,115	737,537	40,422	817,699	80,162	10.9%
CANNON FALLS CITY OF	718,971	677,297	(41,674)	734,182	56,885	8.4%
CANTON CITY OF	91,246	86,456	(4,790)	89,556	3,100	3.6%
CARLOS CITY OF	44,988	42,579	(2,409)	42,579	0	0.0%
CARLTON CITY OF	224,276	236,304	12,028	256,440	20,136	8.5%
CARVER CITY OF	187,739	259,590	71,851	280,975	21,385	8.2%
CASS LAKE CITY OF	343,536	322,983	(20,553)	342,689	19,706	6.1%
CEDAR MILLS CITY OF	4,368	5,868	1,500	6,653	785	13.4%
CENTER CITY CITY OF	52,680	49,453	(3,227)	49,453	0	0.0%
CENTERVILLE	21,864	22,512	648	22,512	0	0.0%
CEYLON CITY OF	143,187	135,851	(7,336)	144,561	8,710	6.4%
CHAMPLIN	0	0	-	0	0	0.0%
CHANDLER CITY OF	65,311	68,067	2,756	73,859	5,792	8.5%
CHANHASSEN (JT) CITY OF	0	0	-	0	0	0.0%
CHASKA CITY OF	50,000	50,000	-	50,000	0	0.0%

Proposed 2007 Local Government Aid
Full Funding (No LGA Maximum; Need Increase Pct = 100%)

4/7/2006

	2006 LGA	ESTIMATED CURRENT LAW 2007 LGA	DIFFERENCE FROM 2006 LGA	FULL FUNDING PROPOSED 2007 LGA	DIFFERENCE OVER 2007 CURRENT LAW	PERCENT CHANGE
CHATFIELD CITY OF	681,383	767,590	86,207	864,700	97,110	12.1%
CHICKAMAW BEACH CITY OF	864	864	-	864	0	0.0%
CHISAGO CITY CITY OF	318,469	195,427	(123,042)	195,427	0	0.0%
CHISHOLM CITY OF	2,435,001	2,394,175	(40,826)	2,600,067	205,892	8.6%
CHOKIO CITY OF	124,077	122,969	(1,108)	133,453	10,484	8.5%
CIRCLE PINES	29,700	0	(29,700)	0	0	0.0%
CLARA CITY CITY OF	409,575	415,550	5,975	451,027	35,477	8.5%
CLAREMONT CITY OF	174,823	167,042	(7,781)	167,042	0	0.0%
CLARISSA CITY OF	188,941	177,881	(11,060)	177,881	0	0.0%
CLARKFIELD CITY OF	363,182	344,569	(18,613)	374,093	29,524	8.6%
CLARKS GROVE CITY OF	121,294	127,794	6,500	178,882	51,088	40.0%
CLEAR LAKE CITY OF	42,919	40,149	(2,770)	40,149	0	0.0%
CLEARBROOK CITY OF	146,900	149,551	2,651	162,279	12,728	8.5%
CLEARWATER CITY OF	117,785	114,232	(3,553)	114,232	0	0.0%
CLEMENTS CITY OF	37,127	37,368	241	40,531	3,163	8.5%
CLEVELAND CITY OF	119,852	126,211	6,359	136,812	10,601	8.4%
CLIMAX CITY OF	51,061	48,240	(2,821)	52,097	3,857	8.0%
CLINTON CITY OF	165,376	155,763	(9,613)	155,763	0	0.0%
CLITHERALL CITY OF	13,880	14,120	240	20,015	5,895	41.7%
CLONTARF CITY OF	13,792	16,792	3,000	28,856	12,064	71.1%
CLOQUET CITY OF	2,406,450	2,235,512	(170,938)	2,397,716	162,204	7.3%
COATES CITY OF	1,014	1,014	-	1,014	0	0.0%
COBDEN CITY OF	2,692	2,817	125	7,925	5,108	181.3%
COHASSET CITY OF	15,336	15,540	204	15,540	0	0.0%
COKATO CITY OF	552,119	497,093	(55,026)	538,942	41,849	8.4%
COLD SPRING CITY OF	569,876	635,546	65,670	688,886	53,340	8.4%
COLERAINE CITY OF	384,859	361,108	(23,751)	361,108	0	0.0%
COLOGNE CITY OF	136,980	132,069	(4,911)	132,069	0	0.0%
COLUMBIA HEIGHTS	1,028,487	691,032	(337,455)	751,183	60,151	8.7%
COMFREY CITY OF	113,180	105,376	(7,804)	109,239	3,863	3.7%
COMSTOCK CITY OF	14,688	15,488	800	21,361	5,873	37.9%
CONGER CITY OF	25,991	24,391	(1,600)	24,391	0	0.0%
COOK CITY OF	143,460	156,308	12,848	169,606	13,298	8.5%
COON RAPIDS	450,000	450,000	-	450,000	0	0.0%
CORCORAN	0	0	-	0	0	0.0%
CORRELL CITY OF	9,803	10,103	300	10,960	857	8.5%
COSMOS CITY OF	149,563	143,239	(6,324)	155,400	12,161	8.5%
COTTAGE GROVE	0	0	-	0	0	0.0%
COTTONWOOD CITY OF	288,349	306,446	18,097	332,521	26,075	8.5%
COURTLAND CITY OF	57,789	67,841	10,052	75,793	7,952	11.7%
CROMWELL CITY OF	28,286	27,224	(1,062)	27,224	0	0.0%
CROOKSTON CITY OF	2,835,565	2,997,342	161,777	3,392,802	395,460	13.2%
CROSBY CITY OF	823,972	786,862	(37,110)	800,347	13,485	1.7%
CROSSLAKE CITY OF	12,210	12,378	168	12,378	0	0.0%

Proposed 2007 Local Government Aid
Full Funding (No LGA Maximum; Need Increase Pct = 100%)

4/7/2006

	2006 LGA	ESTIMATED CURRENT LAW 2007 LGA	DIFFERENCE FROM 2006 LGA	FULL FUNDING PROPOSED 2007 LGA	DIFFERENCE OVER 2007 CURRENT LAW	PERCENT CHANGE
CRYSTAL	871,749	780,925	(90,824)	848,901	67,976	8.7%
CURRIE CITY OF	69,827	69,273	(554)	75,195	5,922	8.5%
CUYUNA CITY OF	14,649	13,656	(993)	13,656	0	0.0%
CYRUS CITY OF	69,627	73,035	3,408	84,415	11,380	15.6%
DAKOTA CITY OF	30,472	36,019	5,547	38,980	2,961	8.2%
DALTON CITY OF	46,996	45,174	(1,822)	48,973	3,799	8.4%
DANUBE CITY OF	137,559	135,059	(2,500)	146,553	11,494	8.5%
DANVERS CITY OF	8,542	11,107	2,565	12,695	1,588	14.3%
DARFUR CITY OF	24,965	27,465	2,500	44,106	16,641	60.6%
DARWIN CITY OF	17,568	20,068	2,500	42,640	22,572	112.5%
DASSEL CITY OF	336,905	347,183	10,278	376,731	29,548	8.5%
DAWSON CITY OF	585,919	603,304	17,385	655,039	51,735	8.6%
DAYTON (JT)	29,784	0	(29,784)	0	0	0.0%
DEEPHAVEN	23,400	23,490	90	23,490	0	0.0%
DEER CREEK CITY OF	54,651	59,601	4,950	67,643	8,042	13.5%
DEER RIVER CITY OF	273,497	301,803	28,306	327,591	25,788	8.5%
DEERWOOD CITY OF	45,008	41,397	(3,611)	41,397	0	0.0%
DEGRAFF CITY OF	15,737	17,092	1,355	33,869	16,777	98.2%
DELANO CITY OF	233,311	170,157	(63,154)	182,663	12,506	7.3%
DELANO CITY OF	58,751	55,546	(3,205)	56,489	943	1.7%
DELLHI CITY OF	16,112	17,362	1,250	21,514	4,152	23.9%
DELLWOOD	6,480	6,534	54	6,534	0	0.0%
DENHAM CITY OF	222	222	-	222	0	0.0%
DENNISON CITY OF	18,798	17,681	(1,117)	17,681	0	0.0%
DENT CITY OF	25,853	30,353	4,500	41,264	10,911	35.9%
DETROIT LAKES CITY OF	1,189,099	1,193,236	4,137	1,297,101	103,865	8.7%
DEXTER CITY OF	78,436	76,073	(2,363)	82,516	6,443	8.5%
DILWORTH CITY OF	582,128	571,960	(10,168)	620,042	48,082	8.4%
DODGE CENTER CITY OF	742,120	830,166	88,046	939,487	109,321	13.2%
DONALDSON CITY OF	5,374	5,180	(194)	5,519	339	6.5%
DONNELLY CITY OF	42,102	45,515	3,413	56,484	10,969	24.1%
DORAN CITY OF	11,712	12,712	1,000	14,508	1,796	14.1%
DOVER CITY OF	87,964	99,934	11,970	131,896	31,962	32.0%
DOVRAY CITY OF	11,476	12,576	1,100	14,298	1,722	13.7%
DULUTH CITY OF	26,728,606	27,838,816	1,110,210	31,431,070	3,592,254	12.9%
DUMONT CITY OF	22,889	21,531	(1,358)	21,607	76	0.4%
DUNDAS CITY OF	91,943	102,352	10,409	110,854	8,502	8.3%
DUNDEE CITY OF	18,433	19,906	1,473	22,719	2,813	14.1%
DUNNELL CITY OF	59,283	61,556	2,273	66,817	5,261	8.5%
EAGAN CITY OF	0	0	-	0	0	0.0%
EAGLE BEND CITY OF	167,329	157,520	(9,809)	168,357	10,837	6.9%
EAGLE LAKE CITY OF	322,297	355,606	33,309	561,729	206,123	58.0%
EAST BETHEL	0	0	-	0	0	0.0%
EAST GRAND FORKS CITY OF	2,456,818	2,701,018	244,200	3,400,157	699,139	25.9%

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EAST GULL LAKE CITY OF	6,030	6,066	36	6,066	0	0.0%
EASTON CITY OF	39,706	37,228	(2,478)	37,228	0	0.0%
ECHO CITY OF	84,907	79,764	(5,143)	82,514	2,750	3.4%
EDEN PRAIRIE	0	0	-	0	0	0.0%
EDEN VALLEY CITY OF	226,487	219,911	(6,576)	238,590	18,679	8.5%
EDGERTON CITY OF	285,255	308,141	22,886	334,442	26,301	8.5%
EDINA	0	0	-	0	0	0.0%
EFFIE CITY OF	4,257	5,757	1,500	12,668	6,911	120.0%
EITZEN CITY OF	35,604	34,353	(1,251)	34,353	0	0.0%
ELBA CITY OF	13,092	14,961	1,869	30,512	15,551	103.9%
ELBOW LAKE CITY OF	418,545	430,316	11,771	467,111	36,795	8.6%
ELGIN CITY OF	184,722	214,569	29,847	296,170	81,601	38.0%
ELIZABETH CITY OF	29,117	27,636	(1,481)	28,929	1,293	4.7%
ELK RIVER CITY OF	686,820	686,820	-	686,820	0	0.0%
ELKO	5,820	6,984	1,164	6,984	0	0.0%
ELKTON CITY OF	14,710	13,856	(854)	14,212	356	2.6%
ELLENDALE CITY OF	118,887	116,750	(2,137)	126,599	9,849	8.4%
ELLSWORTH CITY OF	155,029	163,478	8,449	177,430	13,952	8.5%
ELMDALE CITY OF	6,429	6,142	(287)	6,142	0	0.0%
ELMORE CITY OF	222,060	231,460	9,400	251,247	19,787	8
ELROSA CITY OF	19,207	21,953	2,746	26,382	4,429	20.2%
ELY CITY OF	1,584,143	1,640,694	56,551	1,781,651	140,957	8.6%
ELYSIAN CITY OF	67,260	62,113	(5,147)	62,113	0	0.0%
EMILY CITY OF	5,364	5,436	72	5,436	0	0.0%
EMMONS CITY OF	86,349	81,661	(4,688)	83,159	1,498	1.8%
ERHARD CITY OF	20,389	21,439	1,050	27,971	6,532	30.5%
ERSKINE CITY OF	106,515	102,805	(3,710)	111,531	8,726	8.5%
EVAN CITY OF	9,912	10,978	1,066	16,528	5,550	50.6%
EVANSVILLE CITY OF	126,806	128,398	1,592	139,283	10,885	8.5%
EVELETH CITY OF	1,838,603	1,937,729	99,126	2,454,673	516,944	26.7%
EXCELSIOR	131,545	119,405	(12,140)	119,405	0	0.0%
EYOTA CITY OF	324,596	370,533	45,937	514,930	144,397	39.0%
FAIRFAX CITY OF	423,172	458,172	35,000	499,320	41,148	9.0%
FAIRMONT CITY OF	3,594,062	3,786,712	192,650	4,482,339	695,627	18.4%
FALCON HEIGHTS	198,527	196,169	(2,358)	213,245	17,076	8.7%
FARIBAULT CITY OF	6,054,954	6,404,920	349,966	6,894,518	489,598	7.6%
FARMINGTON CITY OF	0	0	-	0	0	0.0%
FARWELL CITY OF	17,094	16,103	(991)	16,861	758	4.7%
FEDERAL DAM CITY OF	2,286	2,149	(137)	2,149	0	0.0%
FELTON CITY OF	33,223	31,332	(1,891)	31,332	0	0.0%
FERGUS FALLS CITY OF	3,963,133	4,171,732	208,599	4,490,618	318,886	7.7%
FERTILE CITY OF	227,506	241,154	13,648	289,112	47,958	19.9%
FIFTY LAKES CITY OF	2,424	2,442	18	2,442	0	0.0%
FINLAYSON CITY OF	39,179	37,661	(1,518)	37,661	0	0.0%

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ASHER CITY OF	61,642	69,530	7,888	85,570	16,040	23.1%
FLENSBURG CITY OF	24,027	22,760	(1,267)	23,916	1,156	5.1%
FLOODWOOD CITY OF	148,090	138,607	(9,483)	143,997	5,390	3.9%
FLORENCE CITY OF	10,842	10,553	(289)	11,447	894	8.5%
FOLEY CITY OF	618,974	675,926	56,952	954,600	278,674	41.2%
FORADA CITY OF	1,152	1,152	-	1,152	0	0.0%
FOREST LAKE	0	0	-	0	0	0.0%
FORESTON CITY OF	57,636	64,121	6,485	90,949	26,828	41.8%
FORT RIPLEY CITY OF	408	408	-	408	0	0.0%
FOSSTON CITY OF	481,053	509,197	28,144	671,353	162,156	31.8%
FOUNTAIN CITY OF	55,445	57,310	1,865	62,100	4,790	8.4%
FOXHOME CITY OF	23,906	25,485	1,579	29,562	4,077	16.0%
FRANKLIN CITY OF	141,318	132,780	(8,538)	141,589	8,809	6.6%
FRAZEE CITY OF	317,328	342,378	25,050	535,424	193,046	56.4%
FREEBORN CITY OF	56,546	56,929	383	61,733	4,804	8.4%
FREEPORT CITY OF	84,221	79,438	(4,783)	80,722	1,284	1.6%
FRIDLEY	0	0	-	0	0	0.0%
FROST CITY OF	58,606	56,902	(1,704)	61,730	4,828	8.5%
FULDA CITY OF	408,726	433,836	25,110	504,071	70,235	16.2%
WINKLEY CITY OF	149	147	(2)	147	0	0.0%
WARFIELD CITY OF	27,944	32,985	5,041	35,701	2,716	8.2%
GARRISON CITY OF	1,380	1,398	18	1,398	0	0.0%
GARVIN CITY OF	43,839	41,207	(2,632)	41,207	0	0.0%
GARY CITY OF	60,313	56,765	(3,548)	56,765	0	0.0%
GAYLORD CITY OF	696,636	752,495	55,859	922,012	169,517	22.5%
GEM LAKE	2,652	2,682	30	2,682	0	0.0%
GENEVA CITY OF	69,130	69,915	785	75,754	5,839	8.4%
GENOLA CITY OF	1,694	1,683	(11)	1,683	0	0.0%
GEORGETOWN CITY OF	11,669	11,705	36	12,661	956	8.2%
GHENT CITY OF	60,664	64,317	3,653	69,750	5,433	8.4%
GIBBON CITY OF	221,163	227,199	6,036	246,563	19,364	8.5%
GILBERT CITY OF	703,942	658,725	(45,217)	658,725	0	0.0%
GILMAN CITY OF	3,330	4,315	985	11,781	7,466	173.0%
GLENCOE CITY OF	1,179,808	1,229,001	49,193	1,335,979	106,978	8.7%
GLENVILLE CITY OF	146,266	156,866	10,600	194,316	37,450	23.9%
GLENWOOD CITY OF	787,853	788,053	200	855,261	67,208	8.5%
GLYNDON CITY OF	226,007	256,332	30,325	347,448	91,116	35.5%
GOLDEN VALLEY	0	0	-	0	0	0.0%
GONVICK CITY OF	67,643	63,519	(4,124)	64,823	1,304	2.1%
GOOD THUNDER CITY OF	146,997	141,092	(5,905)	153,074	11,982	8.5%
ODDhue CITY OF	172,195	197,795	25,600	236,368	38,573	19.5%
GOODRIDGE CITY OF	23,835	22,422	(1,413)	22,422	0	0.0%
GOODVIEW CITY OF	107,897	94,448	(13,449)	100,945	6,497	6.9%
GRACEVILLE CITY OF	206,536	195,451	(11,085)	206,258	10,807	5.5%

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GRANADA CITY OF	80,241	83,580	3,339	103,960	20,380	24.4%
GRAND MARAIS CITY OF	213,163	198,686	(14,477)	198,686	0	0.0%
GRAND MEADOW CITY OF	239,621	259,529	19,908	281,630	22,101	8.5%
GRAND RAPIDS CITY OF	1,404,632	1,495,077	90,445	1,625,216	130,139	8.7%
GRANITE FALLS CITY OF	718,778	754,187	35,409	818,214	64,027	8.5%
GRANT	25,080	25,344	264	25,344	0	0.0%
GRASSTON CITY OF	18,860	17,742	(1,118)	17,742	0	0.0%
GREEN ISLE CITY OF	40,760	38,108	(2,652)	38,108	0	0.0%
GREENBUSH CITY OF	204,912	210,322	5,410	228,242	17,920	8.5%
GREENFIELD	16,920	17,298	378	17,298	0	0.0%
GREENWALD CITY OF	16,122	18,722	2,600	29,469	10,747	57.4%
GREENWOOD	4,800	4,860	60	4,860	0	0.0%
GREY EAGLE CITY OF	74,974	70,409	(4,565)	70,409	0	0.0%
GROVE CITY CITY OF	168,470	166,776	(1,694)	180,964	14,188	8.5%
GRYGLA CITY OF	39,888	37,356	(2,532)	40,271	2,915	7.8%
GULLY CITY OF	12,206	12,872	666	30,589	17,717	137.6%
HACKENSACK CITY OF	8,314	7,621	(693)	7,621	0	0.0%
HADLEY CITY OF	12,172	14,672	2,500	17,017	2,345	16.0%
HALLOCK CITY OF	403,584	429,239	25,655	484,525	55,286	12.9%
HALMA CITY OF	9,506	9,975	469	11,877	1,902	19
HALSTAD CITY OF	168,009	165,885	(2,124)	180,010	14,125	8.5%
HAM LAKE	0	0	-	0	0	0.0%
HAMBURG CITY OF	54,056	55,783	1,727	60,345	4,562	8.2%
HAMMOND CITY OF	26,872	29,352	2,480	64,735	35,383	120.5%
HAMPTON CITY OF	40,410	51,745	11,335	56,692	4,947	9.6%
HANCOCK CITY OF	192,353	210,405	18,052	247,825	37,420	17.8%
HANLEY FALLS CITY OF	79,760	76,214	(3,546)	82,689	6,475	8.5%
HANOVER (JT)	200,375	258,386	58,011	279,575	21,189	8.2%
HANSKA CITY OF	110,240	110,937	697	120,370	9,433	8.5%
HARDING CITY OF	1,313	1,280	(33)	1,280	0	0.0%
HARDWICK CITY OF	44,686	46,984	2,298	51,020	4,036	8.6%
HARMONY CITY OF	374,998	376,009	1,011	408,145	32,136	8.5%
HARRIS CITY OF	131,322	157,061	25,739	170,067	13,006	8.3%
HARTLAND CITY OF	58,963	56,333	(2,630)	61,091	4,758	8.4%
HASTINGS (JT) CITY OF	210,932	197,097	(13,835)	214,254	17,157	8.7%
HATFIELD CITY OF	3,862	4,447	585	4,812	365	8.2%
HAWLEY CITY OF	374,499	407,039	32,540	700,897	293,858	72.2%
HAYFIELD CITY OF	370,750	407,216	36,466	441,950	34,734	8.5%
HAYWARD CITY OF	35,700	34,575	(1,125)	37,458	2,883	8.3%
HAZEL RUN CITY OF	13,728	14,228	500	16,818	2,590	18.7%
HECTOR CITY OF	353,449	358,720	5,271	389,334	30,614	8.5%
HEIDELBERG CITY OF	618	594	(24)	594	0	0.0%
HENDERSON CITY OF	272,638	260,746	(11,892)	282,950	22,204	8.5%
HENDRICKS CITY OF	203,254	212,495	9,241	230,624	18,129	8.5%

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MENDRUM CITY OF	66,877	64,499	(2,378)	69,948	5,449	8.4%
HENNING CITY OF	211,333	226,293	14,960	300,016	73,723	32.6%
HENRIETTE CITY OF	6,626	7,626	1,000	9,208	1,582	20.7%
HERMAN CITY OF	132,361	124,324	(8,037)	124,324	0	0.0%
HERMANTOWN CITY OF	411,541	410,744	(797)	429,089	18,345	4.5%
HERON LAKE CITY OF	251,014	257,895	6,881	279,940	22,045	8.5%
HEWITT CITY OF	56,073	60,323	4,250	66,973	6,650	11.0%
HIBBING CITY OF	7,115,165	7,553,987	438,822	9,110,824	1,556,837	20.6%
HILL CITY CITY OF	57,996	54,506	(3,490)	54,506	0	0.0%
HILLMAN CITY OF	3,334	3,318	(16)	3,595	277	8.3%
HILLS CITY OF	126,663	132,838	6,175	156,095	23,257	17.5%
HILLTOP	145,222	140,606	(4,616)	146,963	6,357	4.5%
HINCKLEY CITY OF	269,319	257,419	(11,900)	257,419	0	0.0%
HITTERDAL CITY OF	47,853	45,024	(2,829)	47,460	2,436	5.4%
HOFFMAN CITY OF	145,713	153,416	7,703	170,871	17,455	11.4%
HOKAH CITY OF	177,544	175,558	(1,986)	190,535	14,977	8.5%
HOLDINGFORD CITY OF	155,738	153,968	(1,770)	166,982	13,014	8.5%
HOLLAND CITY OF	46,226	48,885	2,659	53,205	4,320	8.8%
HOLLANDALE CITY OF	46,057	43,840	(2,217)	47,485	3,645	8.3%
LOWWAY CITY OF	17,851	16,773	(1,078)	16,773	0	0.0%
MULT-CITY OF	12,379	12,879	500	20,421	7,542	58.6%
HOPKINS	50,000	50,000	-	50,000	0	0.0%
HOUSTON CITY OF	325,689	334,060	8,371	362,609	28,549	8.5%
HOWARD LAKE CITY OF	429,415	486,327	56,912	567,191	80,864	16.6%
HOYT LAKES CITY OF	328,819	304,931	(23,888)	304,931	0	0.0%
HUGO	0	0	-	0	0	0.0%
HUMBOLDT CITY OF	10,690	10,956	266	16,490	5,534	50.5%
HUTCHINSON CITY OF	2,432,577	2,388,149	(44,428)	2,553,826	165,677	6.9%
IHLEN CITY OF	18,747	18,031	(716)	19,549	1,518	8.4%
INDEPENDENCE	21,630	22,098	468	22,098	0	0.0%
INTL FALLS CITY OF	2,990,709	3,185,894	195,185	3,973,070	787,176	24.7%
INVER GROVE HEIGHTS CITY	0	0	-	0	0	0.0%
IONA CITY OF	38,699	38,095	(604)	41,328	3,233	8.5%
IRON JUNCTION CITY OF	8,665	9,200	535	12,889	3,689	40.1%
IRONTON CITY OF	126,208	118,440	(7,768)	118,440	0	0.0%
ISANTI CITY OF	546,860	571,836	24,976	619,039	47,203	8.3%
ISLE CITY OF	79,378	75,489	(3,889)	75,489	0	0.0%
IVANHOE CITY OF	207,148	197,338	(9,810)	214,179	16,841	8.5%
JACKSON CITY OF	1,077,132	1,165,303	88,171	1,264,923	99,620	8.5%
JANESVILLE CITY OF	567,611	617,329	49,718	858,121	240,792	39.0%
PER CITY OF	169,072	178,788	9,716	201,809	23,021	12.9%
JEFFERS CITY OF	112,962	118,862	5,900	134,491	15,629	13.1%
JENKINS CITY OF	6,126	5,624	(502)	5,624	0	0.0%
JOHNSON CITY OF	5,876	6,576	700	8,211	1,635	24.9%

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JORDAN	284,499	219,272	(65,227)	235,904	16,632	7.6%
KANDIYOHI CITY OF	89,147	97,497	8,350	109,708	12,211	12.5%
KARLSTAD CITY OF	222,251	237,851	15,600	260,325	22,474	9.4%
KASOTA CITY OF	104,109	108,904	4,795	196,227	87,323	80.2%
KASSON CITY OF	820,851	964,046	143,195	1,051,141	87,095	9.0%
KEEWATIN CITY OF	445,537	419,141	(26,396)	449,167	30,026	7.2%
KELLIHER CITY OF	83,941	87,389	3,448	117,530	30,141	34.5%
KELLOGG CITY OF	80,048	77,064	(2,984)	83,535	6,471	8.4%
KENNEDY CITY OF	67,475	68,542	1,067	74,392	5,850	8.5%
KENNETH CITY OF	12,844	12,107	(737)	12,107	0	0.0%
KENSINGTON CITY OF	53,466	56,461	2,995	61,237	4,776	8.5%
KENT CITY OF	21,157	21,748	591	23,580	1,832	8.4%
KENYON CITY OF	459,220	518,707	59,487	572,335	53,628	10.3%
KERKHOVEN CITY OF	175,448	185,119	9,671	200,843	15,724	8.5%
KERRICK CITY OF	4,617	4,335	(282)	4,335	0	0.0%
KETTLE RIVER CITY OF	28,261	26,315	(1,946)	26,315	0	0.0%
KIESTER CITY OF	165,176	156,122	(9,054)	166,254	10,132	6.5%
KILKENNY CITY OF	35,951	37,340	1,389	40,508	3,168	8.5%
KIMBALL CITY OF	128,453	124,404	(4,049)	134,893	10,489	8.4%
KINBRAE CITY OF	677	633	(44)	633	0	0
KINGSTON CITY OF	9,470	9,079	(391)	9,079	0	0.0%
KINNEY CITY OF	72,613	67,964	(4,649)	67,964	0	0.0%
LACRESCENT CITY OF	580,287	563,074	(17,213)	612,087	49,013	8.7%
LAFAYETTE CITY OF	126,207	134,412	8,205	150,172	15,760	11.7%
LAKE BENTON CITY OF	215,918	203,321	(12,597)	207,717	4,396	2.2%
LAKE BRONSON CITY OF	64,766	68,616	3,850	75,039	6,423	9.4%
LAKE CITY CITY OF	997,909	837,831	(160,078)	910,759	72,928	8.7%
LAKE CRYSTAL CITY OF	706,951	784,131	77,180	895,874	111,743	14.3%
LAKE ELMO	0	0	-	0	0	0.0%
LAKE HENRY CITY OF	6,938	6,675	(263)	6,675	0	0.0%
LAKE LILLIAN CITY OF	43,215	40,490	(2,725)	40,490	0	0.0%
LAKE PARK CITY OF	176,498	185,145	8,647	275,258	90,113	48.7%
LAKE SAINT CROIX BEACH	37,439	39,076	1,637	41,862	2,786	7.1%
LAKE SHORE CITY OF	6,144	6,210	66	6,210	0	0.0%
LAKE WILSON CITY OF	67,122	71,117	3,995	86,227	15,110	21.2%
LAKEFIELD CITY OF	665,448	667,975	2,527	725,226	57,251	8.6%
LAKELAND	91,328	134,736	43,408	145,460	10,724	8.0%
LAKELAND SHORES	2,130	2,130	-	2,130	0	0.0%
LAKEVILLE CITY OF	0	0	-	0	0	0.0%
LAMBERTON CITY OF	287,585	290,759	3,174	315,638	24,879	8.6%
LANCASTER CITY OF	79,895	84,226	4,331	91,380	7,154	8
LANDFALL	99,916	136,739	36,823	179,063	42,324	31.0%
LANESBORO CITY OF	210,634	210,512	(122)	228,435	17,923	8.5%
LAPORTE CITY OF	11,135	10,658	(477)	11,500	842	7.9%

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	2006 LGA	ESTIMATED CURRENT LAW 2007 LGA	DIFFERENCE FROM 2006 LGA	FULL FUNDING PROPOSED 2007 LGA	DIFFERENCE OVER 2007 CURRENT LAW	PERCENT CHANGE
LA PRAIRIE CITY OF	74,951	75,768	817	82,039	6,271	8.3%
LASALLE CITY OF	15,778	17,190	1,412	18,642	1,452	8.4%
LASTRUP CITY OF	3,112	2,905	(207)	2,905	0	0.0%
LAUDERDALE	359,418	408,144	48,726	646,719	238,575	58.5%
LECENTER CITY OF	544,579	580,678	36,099	896,394	315,716	54.4%
LENGBY CITY OF	26,322	24,844	(1,478)	26,937	2,093	8.4%
LEONARD CITY OF	2,918	3,193	275	4,773	1,580	49.5%
LEONIDAS CITY OF	40,630	38,200	(2,430)	38,200	0	0.0%
LEROY CITY OF	242,540	262,952	20,412	285,365	22,413	8.5%
LESTER PRAIRIE CITY OF	334,356	384,456	50,100	418,846	34,390	8.9%
LESUEUR CITY OF	1,003,159	981,400	(21,759)	1,064,573	83,173	8.5%
LEWISTON CITY OF	326,810	375,108	48,298	474,773	99,665	26.6%
LEWISVILLE CITY OF	56,937	61,437	4,500	69,938	8,501	13.8%
LEXINGTON	439,938	460,977	21,039	499,975	38,998	8.5%
LILYDALE CITY OF	4,740	5,166	426	5,166	0	0.0%
LINDSTROM CITY OF	194,229	172,602	(21,627)	185,540	12,938	7.5%
LINO LAKES	0	0	-	0	0	0.0%
LISMORE CITY OF	71,387	68,040	(3,347)	73,849	5,809	8.5%
LITCHFIELD CITY OF	1,613,189	1,784,719	171,530	1,941,400	156,681	8.8%
LITTLE CANADA	0	0	-	0	0	0.0%
LITTLE FALLS CITY OF	2,214,751	2,303,867	89,116	2,504,407	200,540	8.7%
LITTLEFORK CITY OF	183,899	193,899	10,000	240,393	46,494	24.0%
LONG BEACH CITY OF	1,734	1,764	30	1,764	0	0.0%
LONG LAKE	156,193	148,617	(7,576)	148,617	0	0.0%
LONG PRAIRIE CITY OF	725,356	775,156	49,800	910,698	135,542	17.5%
LONGVILLE CITY OF	1,062	1,062	-	1,062	0	0.0%
LONSDALE CITY OF	302,979	382,136	79,157	414,202	32,066	8.4%
LORETTO	10,836	9,935	(901)	9,935	0	0.0%
LOUISBURG CITY OF	6,914	7,851	937	9,223	1,372	17.5%
LOWRY CITY OF	51,441	48,227	(3,214)	48,227	0	0.0%
LUCAN CITY OF	53,621	50,471	(3,150)	52,819	2,348	4.7%
LUVERNE CITY OF	1,272,067	1,350,975	78,908	1,529,381	178,406	13.2%
LYLE CITY OF	146,064	153,364	7,300	168,074	14,710	9.6%
LYND CITY OF	68,021	64,844	(3,177)	64,844	0	0.0%
MABEL CITY OF	240,376	228,054	(12,322)	247,238	19,184	8.4%
MADELIA CITY OF	661,673	702,982	41,309	1,037,846	334,864	47.6%
MADISON CITY OF	736,691	779,191	42,500	890,399	111,208	14.3%
MADISON LAKE CITY OF	128,204	129,962	1,758	140,808	10,846	8.3%
MAGNOLIA CITY OF	28,415	30,676	2,261	49,339	18,663	60.8%
MAHNOMEN CITY OF	327,459	342,688	15,229	371,893	29,205	8.5%
MATOMEDI	0	0	-	0	0	0.0%
MANCHESTER CITY OF	9,514	10,004	490	22,734	12,730	127.2%
MANHATTAN BEACH CITY OF	342	354	12	354	0	0.0%
MANKATO CITY OF	7,978,622	7,847,348	(131,274)	8,387,177	539,829	6.9%

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MANTORVILLE CITY OF	243,008	233,001	(10,007)	252,653	19,652	8.4%
MAPLE GROVE	0	0	-	0	0	0.0%
MAPLE LAKE CITY OF	339,787	382,586	42,799	430,631	48,045	12.6%
MAPLE PLAIN	323,989	400,733	76,744	435,191	34,458	8.6%
MAPLETON CITY OF	426,021	462,625	36,604	601,855	139,230	30.1%
MAPLEVIEW CITY OF	60,705	57,121	(3,584)	57,121	0	0.0%
MAPLEWOOD	0	0	-	0	0	0.0%
MARBLE CITY OF	266,908	251,196	(15,712)	251,196	0	0.0%
MARIETTA CITY OF	61,115	57,456	(3,659)	57,456	0	0.0%
MARINE ON SAINT CROIX	3,954	4,044	90	4,044	0	0.0%
MARSHALL CITY OF	2,610,090	2,554,106	(55,984)	2,736,031	181,925	7.1%
MAYER CITY OF	28,802	26,988	(1,814)	26,988	0	0.0%
MAYNARD CITY OF	134,380	126,859	(7,521)	133,167	6,308	5.0%
MAZEPPA CITY OF	167,083	162,066	(5,017)	175,759	13,693	8.4%
MCGRATH CITY OF	3,498	4,218	720	6,125	1,907	45.2%
MCGREGOR CITY OF	101,064	96,379	(4,685)	96,379	0	0.0%
MCINTOSH CITY OF	178,555	186,698	8,143	220,192	33,494	17.9%
MCKINLEY CITY OF	60,468	56,655	(3,813)	56,655	0	0.0%
MEADOWLANDS CITY OF	15,959	19,567	3,608	21,205	1,638	8.4%
MEDFORD CITY OF	187,796	180,473	(7,323)	180,473	0	0
MEDICINE LAKE	2,220	2,220	-	2,220	0	0.0%
MEDINA	27,900	29,046	1,146	29,046	0	0.0%
MEIRE GROVE CITY OF	13,464	12,926	(538)	12,926	0	0.0%
MELROSE CITY OF	725,849	781,441	55,592	847,742	66,301	8.5%
MENAHGA CITY OF	313,869	320,903	7,034	348,197	27,294	8.5%
MENDOTA CITY OF	2,018	1,712	(306)	1,712	0	0.0%
MENDOTA HEIGHTS CITY OF	0	0	-	0	0	0.0%
MENTOR CITY OF	20,200	23,123	2,923	35,532	12,409	53.7%
MIDDLE RIVER CITY OF	58,603	64,201	5,598	86,928	22,727	35.4%
MIESVILLE CITY OF	822	822	-	822	0	0.0%
MILACA CITY OF	615,575	674,655	59,080	754,220	79,565	11.8%
MILAN CITY OF	98,123	93,651	(4,472)	101,643	7,992	8.5%
MILLERVILLE CITY OF	1,891	2,391	500	17,071	14,680	614.0%
MILLVILLE CITY OF	20,738	21,739	1,001	23,538	1,799	8.3%
MILROY CITY OF	60,879	58,076	(2,803)	61,188	3,112	5.4%
MILTONA CITY OF	30,792	31,753	961	34,360	2,607	8.2%
MINNEAPOLIS	93,948,100	83,780,911	(10,167,189)	91,073,614	7,292,703	8.7%
MINNEISKA CITY OF	7,737	7,248	(489)	7,248	0	0.0%
MINNEOTA CITY OF	424,336	459,981	35,645	518,090	58,109	12.6%
MINNESOTA CITY CITY OF	30,305	32,805	2,500	43,483	10,678	32.5%
MINNESOTA LAKE CITY OF	156,510	147,061	(9,449)	151,810	4,749	3
MINNETONKA BEACH CITY	3,708	3,708	-	3,708	0	0.0%
MINNETONKA CITY OF	0	0	-	0	0	0.0%
MINNETRISTA	0	0	-	0	0	0.0%

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ALZPAH CITY OF	4,621	4,871	250	18,511	13,640	280.0%
MONTEVIDEO CITY OF	1,672,885	1,807,524	134,639	1,964,860	157,336	8.7%
MONTGOMERY CITY OF	738,742	755,094	16,352	819,220	64,126	8.5%
MONTICELLO CITY OF	0	0	-	0	0	0.0%
MONTROSE CITY OF	248,608	312,108	63,500	522,967	210,859	67.6%
MOORHEAD CITY OF	8,059,765	7,695,253	(364,512)	8,223,148	527,895	6.9%
MOOSE LAKE CITY OF	401,768	431,768	30,000	1,218,279	786,511	182.2%
MORA CITY OF	629,866	676,918	47,052	802,367	125,449	18.5%
MORGAN CITY OF	320,767	303,610	(17,157)	329,583	25,973	8.6%
MORRIS CITY OF	1,738,172	1,843,369	105,197	2,471,791	628,422	34.1%
MORRISTOWN CITY OF	192,636	211,296	18,660	291,364	80,068	37.9%
MORTON CITY OF	132,339	134,619	2,280	146,115	11,496	8.5%
MOTLEY CITY OF	121,920	142,610	20,690	167,959	25,349	17.8%
MOUND	0	0	-	0	0	0.0%
MOUNDS VIEW	0	0	-	0	0	0.0%
MT IRON CITY OF	623,882	726,819	102,937	1,426,023	699,204	96.2%
MT LAKE CITY OF	756,086	803,065	46,979	998,026	194,961	24.3%
MURDOCK CITY OF	68,458	72,706	4,248	78,881	6,175	8.5%
MYRTLE CITY OF	10,016	10,866	850	12,988	2,122	19.5%
SHUA CITY OF	397	377	(20)	377	0	0.0%
SHWAUK CITY OF	480,252	451,291	(28,961)	451,291	0	0.0%
NASSAU CITY OF	12,935	14,239	1,304	20,158	5,919	41.6%
NELSON CITY OF	21,084	24,684	3,600	28,079	3,395	13.8%
NERSTRAND CITY OF	20,323	19,066	(1,257)	19,066	0	0.0%
NEVIS CITY OF	55,959	52,375	(3,584)	52,375	0	0.0%
NEW AUBURN CITY OF	89,639	100,194	10,555	108,655	8,461	8.4%
NEW BRIGHTON	0	0	-	0	0	0.0%
NEW GERMANY CITY OF	15,547	14,596	(951)	14,596	0	0.0%
NEW HOPE	582,879	135,719	(447,160)	147,532	11,813	8.7%
NEW LONDON CITY OF	246,645	270,259	23,614	336,206	65,947	24.4%
NEW MARKET	55,040	116,571	61,531	135,571	19,000	16.3%
NEW MUNICH CITY OF	55,941	61,241	5,300	68,544	7,303	11.9%
NEW PRAGUE	837,579	808,709	(28,870)	879,103	70,394	8.7%
NEW RICHLAND CITY OF	305,021	330,963	25,942	400,882	69,919	21.1%
NEW TRIER CITY OF	1,115	1,031	(84)	1,031	0	0.0%
NEW ULM CITY OF	4,102,448	4,294,768	192,320	4,623,722	328,954	7.7%
NEW YORK MILLS CITY OF	359,780	389,380	29,600	432,167	42,787	11.0%
NEWFOLDEN CITY OF	77,369	79,258	1,889	85,969	6,711	8.5%
NEWPORT	577,647	591,677	14,030	628,187	36,510	6.2%
NICOLLET CITY OF	174,288	189,599	15,311	226,408	36,809	19.4%
SVILLE CITY OF	21,211	22,472	1,261	24,383	1,911	8.5%
NIMROD CITY OF	2,882	2,797	(85)	2,797	0	0.0%
NISSWA CITY OF	12,240	12,348	108	12,348	0	0.0%
NORCROSS CITY OF	20,071	18,844	(1,227)	18,844	0	0.0%

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NORTH BRANCH CITY OF	361,572	487,772	126,200	530,230	42,458	8.1%
NORTH MANKATO CITY OF	1,826,588	1,658,823	(167,765)	1,767,711	108,888	6.6%
NORTH OAKS	25,200	25,578	378	25,578	0	0.0%
NORTH SAINT PAUL	1,269,019	1,332,413	63,394	1,448,393	115,980	8.7%
NORTHFIELD CITY OF	3,311,200	2,841,412	(469,788)	2,885,985	44,573	1.6%
NORTHHOME CITY OF	64,390	66,500	2,110	72,165	5,665	8.5%
NORTHROP CITY OF	41,658	44,682	3,024	48,442	3,760	8.4%
NORWOOD YOUNG AMERICA	212,573	196,291	(16,282)	211,597	15,306	7.8%
OAK GROVE	200,000	200,000	-	200,000	0	0.0%
OAK PARK HEIGHTS	27,798	29,412	1,614	29,412	0	0.0%
OAKDALE	0	0	-	0	0	0.0%
ODESSA CITY OF	45,197	42,550	(2,647)	42,550	0	0.0%
ODIN CITY OF	20,754	21,783	1,029	28,497	6,714	30.8%
OGEMA CITY OF	32,290	31,394	(896)	34,056	2,662	8.5%
OGILVIE CITY OF	116,943	121,970	5,027	139,509	17,539	14.4%
OKABENA CITY OF	51,607	49,000	(2,607)	51,257	2,257	4.6%
OKLEE CITY OF	114,917	108,505	(6,412)	116,380	7,875	7.3%
OLIVIA CITY OF	840,321	825,184	(15,137)	895,663	70,479	8.5%
ONAMIA CITY OF	181,145	194,804	13,659	239,857	45,053	23.1%
ORMSBY CITY OF	24,285	25,016	731	27,115	2,099	8
ORONO	0	0	-	0	0	0.0%
ORONOCO CITY OF	71,671	67,363	(4,308)	71,684	4,321	6.4%
ORR CITY OF	47,886	44,618	(3,268)	46,080	1,462	3.3%
ORTONVILLE CITY OF	828,556	830,573	2,017	901,815	71,242	8.6%
OSAKIS CITY OF	456,498	483,712	27,214	524,978	41,266	8.5%
OSLO CITY OF	79,936	74,785	(5,151)	74,785	0	0.0%
OSSEO	521,172	520,270	(902)	555,951	35,681	6.9%
OSTRANDER CITY OF	42,245	43,237	992	46,895	3,658	8.5%
OTSEGO CITY OF	0	0	-	0	0	0.0%
OTTERTAIL CITY OF	2,892	2,916	24	2,916	0	0.0%
OWATONNA CITY OF	5,027,679	4,337,644	(690,035)	4,337,644	0	0.0%
PALISADE CITY OF	17,231	16,497	(734)	16,497	0	0.0%
PARK RAPIDS CITY OF	654,415	509,368	(145,047)	509,368	0	0.0%
PARKERS PRAIRIE CITY OF	252,581	285,204	32,623	312,018	26,814	9.4%
PAYNESVILLE CITY OF	579,129	627,539	48,410	878,955	251,416	40.1%
PEASE CITY OF	16,924	16,423	(501)	16,423	0	0.0%
PELICAN RAPIDS CITY OF	605,310	665,511	60,201	1,238,058	572,547	86.0%
PEMBERTON CITY OF	27,927	27,019	(908)	28,229	1,210	4.5%
PENNOCK CITY OF	96,184	105,684	9,500	122,164	16,480	15.6%
PEQUOT LAKES CITY OF	101,083	94,561	(6,522)	94,561	0	0.0%
PERHAM CITY OF	509,088	585,623	76,535	635,155	49,532	8
PERLEY CITY OF	20,878	22,618	1,740	24,527	1,909	8.4%
PETERSON CITY OF	41,159	45,177	4,018	48,978	3,801	8.4%
PIERZ CITY OF	233,611	259,585	25,974	399,064	139,479	53.7%

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LAGER CITY OF	106,081	121,445	15,364	140,776	19,331	15.9%
PINE CITY CITY OF	580,209	505,840	(74,369)	516,885	11,045	2.2%
PINE ISLAND CITY OF	588,631	670,587	81,956	766,580	95,993	14.3%
PINE RIVER CITY OF	255,142	263,113	7,971	285,516	22,403	8.5%
PINE SPRINGS	2,526	2,526	-	2,526	0	0.0%
PIPESTONE CITY OF	1,456,449	1,550,861	94,412	1,898,656	347,795	22.4%
PLAINVIEW CITY OF	634,454	614,518	(19,936)	666,278	51,760	8.4%
PLATO CITY OF	28,598	26,895	(1,703)	29,066	2,171	8.1%
PLUMMER CITY OF	46,517	45,681	(836)	49,520	3,839	8.4%
PLYMOUTH	0	0	-	0	0	0.0%
PORTER CITY OF	43,403	40,844	(2,559)	42,496	1,652	4.0%
PRESTON CITY OF	501,102	545,010	43,908	591,712	46,702	8.6%
PRINCETON CITY OF	767,812	818,339	50,527	887,191	68,852	8.4%
PRINSBURG CITY OF	86,516	81,163	(5,353)	84,192	3,029	3.7%
PRIOR LAKE	0	0	-	0	0	0.0%
PROCTOR CITY OF	821,473	889,658	68,185	1,190,786	301,128	33.8%
QUAMBA CITY OF	9,692	11,498	1,806	17,387	5,889	51.2%
RACINE CITY OF	51,203	60,158	8,955	65,181	5,023	8.3%
RAMSEY	0	0	-	0	0	0.0%
RANDALL CITY OF	93,825	102,435	8,610	132,234	29,799	29.1%
RANDOLPH CITY OF	8,554	11,889	3,335	14,467	2,578	21.7%
RANIER CITY OF	24,601	24,543	(58)	26,587	2,044	8.3%
RAYMOND CITY OF	191,994	205,660	13,666	223,793	18,133	8.8%
RED LAKE FALLS CITY OF	567,938	604,685	36,747	664,644	59,959	9.9%
RED WING CITY OF	1,692,922	1,243,707	(449,215)	1,293,909	50,202	4.0%
REDWOOD FALLS CITY OF	1,159,223	1,254,319	95,096	1,363,501	109,182	8.7%
REGAL CITY OF	1,270	1,523	253	1,637	114	7.5%
REMER CITY OF	50,851	49,027	(1,824)	53,107	4,080	8.3%
RENVILLE CITY OF	483,031	460,683	(22,348)	496,918	36,235	7.9%
REVERE CITY OF	25,301	23,931	(1,370)	25,302	1,371	5.7%
RICE CITY OF	88,853	120,858	32,005	146,499	25,641	21.2%
RICHFIELD	813,633	1,193,095	379,462	1,296,947	103,852	8.7%
RICHMOND CITY OF	254,284	299,509	45,225	327,310	27,801	9.3%
RICHVILLE CITY OF	9,797	11,600	1,803	15,854	4,254	36.7%
RIVERTON CITY OF	7,570	7,068	(502)	7,068	0	0.0%
ROBBINSDALE	1,159,138	983,829	(175,309)	1,069,466	85,637	8.7%
ROCHESTER CITY OF	5,719,725	6,254,448	534,723	6,581,254	326,806	5.2%
ROCK CREEK CITY OF	118,505	138,505	20,000	199,597	61,092	44.1%
ROCKFORD (JT)	348,366	272,108	(76,258)	293,792	21,684	8.0%
ROCKVILLE CITY OF	85,632	29,257	(56,375)	30,439	1,182	4.0%
ROSEBUSH CITY OF	0	0	-	0	0	0.0%
ROLLINGSTONE CITY OF	106,287	120,082	13,795	137,971	17,889	14.9%
RONNEBY CITY OF	3,205	3,865	660	4,406	541	14.0%
ROOSEVELT CITY OF	10,047	11,147	1,100	27,873	16,726	150.0%

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ROSCOE CITY OF	18,281	19,881	1,600	27,243	7,362	37.0%
ROSE CREEK CITY OF	72,307	72,440	133	78,545	6,105	8.4%
ROSEAU CITY OF	583,623	671,457	87,834	728,440	56,983	8.5%
ROSEMOUNT CITY OF	0	0	-	0	0	0.0%
ROSEVILLE	0	0	-	0	0	0.0%
ROTHSAY CITY OF	107,901	115,570	7,669	136,027	20,457	17.7%
ROUND LAKE CITY OF	81,092	88,373	7,281	135,352	46,979	53.2%
ROYALTON CITY OF	127,424	145,257	17,833	195,052	49,795	34.3%
RUSH CITY CITY OF	451,686	484,496	32,810	1,306,010	821,514	169.6%
RUSHFORD CITY OF	463,227	518,227	55,000	686,819	168,592	32.5%
RUSHFORD VILLAGE CITY OF	75,239	74,029	(1,210)	80,074	6,045	8.2%
RUSHMORE CITY OF	91,587	100,711	9,124	109,799	9,088	9.0%
RUSSELL CITY OF	88,605	85,679	(2,926)	92,955	7,276	8.5%
RUTHTON CITY OF	76,932	82,159	5,227	89,172	7,013	8.5%
RUTLEDGE CITY OF	3,385	3,353	(32)	3,353	0	0.0%
SABIN CITY OF	68,818	74,718	5,900	86,300	11,582	15.5%
SACRED HEART CITY OF	205,008	195,223	(9,785)	211,943	16,720	8.6%
SANBORN CITY OF	122,107	130,090	7,983	142,886	12,796	9.8%
SANDSTONE CITY OF	638,990	689,053	50,063	1,287,434	598,381	86.8%
SARGEANT CITY OF	8,246	9,746	1,500	13,912	4,166	47
SARTELL CITY OF	139,988	104,701	(35,287)	113,815	9,114	8.0%
SAUK CENTRE CITY OF	1,141,821	1,197,483	55,662	1,299,588	102,105	8.5%
SAUK RAPIDS CITY OF	2,060,941	2,232,097	171,156	2,399,164	167,067	7.5%
SAVAGE	0	0	-	0	0	0.0%
SCANLON CITY OF	217,521	204,877	(12,644)	204,877	0	0.0%
SEAFORTH CITY OF	17,488	18,104	616	19,645	1,541	8.5%
SEBEKA CITY OF	190,856	179,092	(11,764)	190,230	11,138	6.2%
SEDAN CITY OF	5,953	6,600	647	7,146	546	8.3%
SHAFER CITY OF	85,023	94,074	9,051	101,881	7,807	8.3%
SHAKOPEE	0	0	-	0	0	0.0%
SHELLY CITY OF	63,977	66,067	2,090	77,784	11,717	17.7%
SHERBURN CITY OF	335,505	337,136	1,631	365,940	28,804	8.5%
SHEVLIN CITY OF	16,631	18,291	1,660	28,382	10,091	55.2%
SHOREVIEW	0	0	-	0	0	0.0%
SHOREWOOD	0	0	-	0	0	0.0%
SILVER BAY CITY OF	483,219	538,667	55,448	596,509	57,842	10.7%
SILVER LAKE CITY OF	186,791	177,392	(9,399)	185,091	7,699	4.3%
SKYLINE CITY OF	5,100	4,911	(189)	4,911	0	0.0%
SLAYTON CITY OF	758,111	804,071	45,960	934,380	130,309	16.2%
SLEEPY EYE CITY OF	1,246,304	1,319,828	73,524	1,496,434	176,606	13.4%
SOBIESKI CITY OF	7,172	10,364	3,192	11,957	1,593	11
SOLWAY CITY OF	6,459	6,088	(371)	6,088	0	0.0%
SOUTH HAVEN CITY OF	32,565	30,847	(1,718)	30,847	0	0.0%
SOUTH ST. PAUL CITY OF	2,199,803	1,779,659	(420,144)	1,934,570	154,911	8.7%

Proposed 2007 Local Government Aid
Full Funding (No LGA Maximum; Need Increase Pct = 100%)

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	2006 LGA	ESTIMATED CURRENT LAW 2007 LGA	DIFFERENCE FROM 2006 LGA	FULL FUNDING PROPOSED 2007 LGA	DIFFERENCE OVER 2007 CURRENT LAW	PERCENT CHANGE
SPENCER CITY OF	132,092	126,967	(5,125)	137,411	10,444	8.2%
SPRING GROVE CITY OF	393,044	418,687	25,643	477,223	58,536	14.0%
SPRING HILL CITY OF	3,096	2,847	(249)	2,847	0	0.0%
SPRING LAKE PARK (JT)	0	0	-	0	0	0.0%
SPRING PARK	88,756	84,784	(3,972)	84,784	0	0.0%
SPRING VALLEY CITY OF	819,027	883,387	64,360	958,938	75,551	8.6%
SPRINGFIELD CITY OF	794,502	859,959	65,457	1,062,243	202,284	23.5%
SQUAW LAKE CITY OF	10,101	10,576	475	12,098	1,522	14.4%
ST ANTHONY (JT)	0	117,166	117,166	127,364	10,198	8.7%
ST ANTHONY CITY OF	5,697	5,927	230	13,445	7,518	126.8%
ST AUGUSTA CITY OF	229,936	276,736	46,800	373,128	96,392	34.8%
ST BONIFACIUS	242,469	322,661	80,192	447,523	124,862	38.7%
ST CHARLES CITY OF	625,089	682,938	57,849	896,886	213,948	31.3%
ST CLAIR CITY OF	155,808	174,258	18,450	195,864	21,606	12.4%
ST CLOUD CITY OF	11,876,857	11,814,245	(62,612)	12,625,003	810,758	6.9%
ST FRANCIS	200,000	200,000	-	200,000	0	0.0%
ST HILAIRE CITY OF	45,823	49,103	3,280	77,026	27,923	56.9%
ST JAMES CITY OF	1,272,451	1,333,378	60,927	1,589,847	256,469	19.2%
ST JOSEPH CITY OF	773,509	825,565	52,056	897,427	71,862	8.7%
ST JOSEPH CITY OF	13,911	14,911	1,000	19,671	4,760	31.9%
ST LOUIS PARK	0	0	-	0	0	0.0%
ST MARTIN CITY OF	24,551	26,942	2,391	29,133	2,191	8.1%
ST MARY'S POINT	2,064	2,064	-	2,064	0	0.0%
ST MICHAEL CITY OF	0	0	-	0	0	0.0%
ST PAUL	59,544,621	61,433,154	1,888,533	66,780,599	5,347,445	8.7%
ST PAUL PARK	215,323	230,931	15,608	251,033	20,102	8.7%
ST PETER CITY OF	2,047,099	2,223,172	176,073	2,978,525	755,353	34.0%
ST ROSA CITY OF	1,408	1,259	(149)	1,259	0	0.0%
ST STEPHEN CITY OF	106,839	110,780	3,941	119,982	9,202	8.3%
ST VINCENT CITY OF	14,556	15,400	844	26,972	11,572	75.1%
STACY CITY OF	163,580	191,399	27,819	295,048	103,649	54.2%
STAPLES CITY OF	957,755	1,010,903	53,148	1,168,350	157,447	15.6%
STARBUCK CITY OF	370,214	374,917	4,703	406,857	31,940	8.5%
STEEN CITY OF	20,725	22,525	1,800	42,857	20,332	90.3%
STEPHEN CITY OF	153,774	165,954	12,180	189,020	23,066	13.9%
STEWART CITY OF	160,090	150,459	(9,631)	150,459	0	0.0%
STEWARTVILLE CITY OF	736,708	739,928	3,220	804,335	64,407	8.7%
STILLWATER	911,838	974,552	62,714	1,059,382	84,830	8.7%
STOCKTON CITY OF	80,710	91,770	11,060	148,384	56,614	61.7%
STORDEN CITY OF	80,040	75,510	(4,530)	81,593	6,083	8.1%
STANDQUIST CITY OF	14,929	15,479	550	20,958	5,479	35.4%
STRATHCONA CITY OF	3,271	3,243	(28)	3,510	267	8.2%
STURGEON LAKE CITY OF	27,013	26,355	(658)	26,355	0	0.0%
SUNBURG CITY OF	24,879	26,402	1,523	28,646	2,244	8.5%

Proposed 2007 Local Government Aid
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	2006 LGA	ESTIMATED CURRENT LAW 2007 LGA	DIFFERENCE FROM 2006 LGA	FULL FUNDING PROPOSED 2007 LGA	DIFFERENCE OVER 2007 CURRENT LAW	PERCENT CHANGE
SUNFISH LAKE CITY OF	3,180	3,180	-	3,180	0	0.0%
SWANVILLE CITY OF	78,356	77,620	(736)	84,191	6,571	8.5%
TACONITE CITY OF	113,270	106,347	(6,923)	106,347	0	0.0%
TAMARACK CITY OF	3,533	3,285	(248)	3,432	147	4.5%
TAOPI CITY OF	5,622	6,072	450	15,036	8,964	147.6%
TAUNTON CITY OF	23,959	26,689	2,730	50,452	23,763	89.0%
TAYLORS FALLS CITY OF	209,924	202,947	(6,977)	213,580	10,633	5.2%
TENNEY CITY OF	1,302	1,216	(86)	1,216	0	0.0%
TENSTRIKE CITY OF	3,228	3,161	(67)	3,161	0	0.0%
THIEF RIVER FALLS CITY OF	2,168,818	2,339,780	170,962	2,812,683	472,903	20.2%
THOMSON CITY OF	12,294	11,476	(818)	11,476	0	0.0%
TINTAH CITY OF	11,346	12,308	962	13,343	1,035	8.4%
TONKA BAY	9,600	9,690	90	9,690	0	0.0%
TOWER CITY OF	105,026	97,576	(7,450)	97,576	0	0.0%
TRACY CITY OF	916,830	958,007	41,177	1,040,256	82,249	8.6%
TRAIL CITY OF	3,074	2,893	(181)	2,893	0	0.0%
TRIMONT CITY OF	224,366	217,080	(7,286)	235,606	18,526	8.5%
TROMMALD CITY OF	9,140	8,597	(543)	8,597	0	0.0%
TROSKY CITY OF	9,863	11,163	1,300	22,291	11,128	99.7%
TRUMAN CITY OF	380,577	400,577	20,000	455,612	55,035	13%
TURTLE RIVER CITY OF	444	444	-	444	0	0.0%
TWIN LAKES CITY OF	33,071	31,121	(1,950)	31,121	0	0.0%
TWIN VALLEY CITY OF	260,441	274,070	13,629	304,958	30,888	11.3%
TWO HARBORS CITY OF	1,238,451	1,195,819	(42,632)	1,297,986	102,167	8.5%
TYLER CITY OF	338,014	356,520	18,506	448,385	91,865	25.8%
ULEN CITY OF	135,167	140,552	5,385	169,074	28,522	20.3%
UNDERWOOD CITY OF	79,197	75,119	(4,078)	80,564	5,445	7.2%
UPSALA CITY OF	68,099	64,464	(3,635)	64,464	0	0.0%
URBANK CITY OF	4,982	5,249	267	8,943	3,694	70.4%
UTICA CITY OF	27,857	26,644	(1,213)	26,644	0	0.0%
VADNAIS HEIGHTS	0	0	-	0	0	0.0%
VERGAS CITY OF	35,086	35,011	(75)	37,887	2,876	8.2%
VERMILLION CITY OF	6,861	6,558	(303)	6,558	0	0.0%
VERNDALE CITY OF	132,075	133,217	1,142	144,518	11,301	8.5%
VERNON CENTER CITY OF	70,271	67,602	(2,669)	67,602	0	0.0%
VESTA CITY OF	87,339	86,308	(1,031)	93,652	7,344	8.5%
VICTORIA CITY OF	0	0	-	0	0	0.0%
VIKING CITY OF	22,834	21,498	(1,336)	21,498	0	0.0%
VILLARD CITY OF	41,083	38,901	(2,182)	41,600	2,699	6.9%
VINING CITY OF	11,382	10,782	(600)	10,782	0	0.0%
VIRGINIA CITY OF	3,656,842	3,917,207	260,365	4,402,405	485,198	12%
WABASHA CITY OF	721,085	642,080	(79,005)	696,575	54,495	8.5%
WABASSO CITY OF	179,288	181,766	2,478	197,244	15,478	8.5%
WACONIA CITY OF	0	0	-	0	0	0.0%

Proposed 2007 Local Government Aid
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WADENA CITY OF	1,087,711	1,155,018	67,307	1,520,717	365,699	31.7%
WAHKON CITY OF	13,542	12,697	(845)	12,697	0	0.0%
WAITE PARK CITY OF	158,543	0	(158,543)	0	0	0.0%
WALDORF CITY OF	52,519	49,300	(3,219)	49,300	0	0.0%
WALKER CITY OF	139,413	145,780	6,367	157,879	12,099	8.3%
WALNUT GROVE CITY OF	211,005	230,615	19,610	259,569	28,954	12.6%
WALTERS CITY OF	23,275	21,934	(1,341)	21,934	0	0.0%
WALTHAM CITY OF	37,035	39,391	2,356	42,719	3,328	8.4%
WANAMINGO CITY OF	225,506	238,984	13,478	259,237	20,253	8.5%
WANDA CITY OF	19,509	22,218	2,709	24,106	1,888	8.5%
WARBA CITY OF	14,619	14,065	(554)	14,573	508	3.6%
WARREN CITY OF	443,959	469,959	26,000	785,268	315,309	67.1%
WARROAD CITY OF	499,026	560,226	61,200	878,684	318,458	56.8%
WASECA CITY OF	2,318,869	2,568,971	250,102	2,806,191	237,220	9.2%
WATERTOWN CITY OF	170,097	170,120	23	182,851	12,731	7.5%
WATERVILLE CITY OF	565,573	538,667	(26,906)	583,556	44,889	8.3%
WATKINS CITY OF	179,871	203,063	23,192	255,361	52,298	25.8%
WATSON CITY OF	56,301	56,343	42	61,144	4,801	8.5%
WAUBUN CITY OF	72,416	79,416	7,000	95,453	16,037	20.2%
VERLY CITY OF	72,332	67,290	(5,042)	67,290	0	0.0%
WYAZATA	24,420	24,438	18	24,438	0	0.0%
WELCOME CITY OF	217,675	224,618	6,943	243,820	19,202	8.5%
WELLS CITY OF	834,602	885,917	51,315	1,130,645	244,728	27.6%
WENDELL CITY OF	42,578	40,045	(2,533)	41,787	1,742	4.4%
WEST CONCORD CITY OF	249,581	250,291	710	271,635	21,344	8.5%
WEST SAINT PAUL CITY OF	201,544	349,347	147,803	379,756	30,409	8.7%
WEST UNION CITY OF	3,974	4,524	550	6,149	1,625	35.9%
WESTBROOK CITY OF	268,009	253,277	(14,732)	266,069	12,792	5.1%
WESTPORT CITY OF	2,825	3,298	473	9,473	6,175	187.2%
WHALAN CITY OF	10,417	9,764	(653)	9,764	0	0.0%
WHEATON CITY OF	580,299	629,717	49,418	683,732	54,015	8.6%
WHITE BEAR LAKE (JT)	483,479	781,120	297,641	849,112	67,992	8.7%
WILDER CITY OF	15,322	15,944	622	17,293	1,349	8.5%
WILLERNIE	52,222	55,182	2,960	59,672	4,490	8.1%
WILLIAMS CITY OF	38,756	38,860	104	42,137	3,277	8.4%
WILLMAR CITY OF	4,383,821	4,617,388	233,567	5,004,227	386,839	8.4%
WILLOW RIVER CITY OF	36,728	34,881	(1,847)	34,881	0	0.0%
WILMONT CITY OF	79,360	84,944	5,584	92,171	7,227	8.5%
WILTON CITY OF	2,377	3,095	718	6,288	3,193	103.2%
WINDOM CITY OF	1,144,310	1,259,314	115,004	1,474,610	215,296	17.1%
WYLER CITY OF	39,968	39,566	(402)	42,911	3,345	8.5%
WINNEBAGO CITY OF	545,558	577,433	31,875	644,762	67,329	11.7%
WINONA CITY OF	9,530,901	10,056,083	525,182	11,016,465	960,382	9.6%
WINSTED CITY OF	649,702	680,750	31,048	738,768	58,018	8.5%

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WINTHROP CITY OF	444,262	451,885	7,623	490,515	38,630	8.5%
WINTON CITY OF	30,805	29,001	(1,804)	29,464	463	1.6%
WOLF LAKE CITY OF	1,501	2,251	750	7,852	5,601	248.8%
WOLVERTON CITY OF	26,359	25,639	(720)	27,796	2,157	8.4%
WOOD LAKE CITY OF	121,081	118,047	(3,034)	128,103	10,056	8.5%
WOODBURY	0	0	-	0	0	0.0%
WOODLAND	2,928	2,946	18	2,946	0	0.0%
WOODSTOCK CITY OF	35,046	34,473	(573)	37,418	2,945	8.5%
WORTHINGTON CITY OF	2,854,767	2,998,965	144,198	3,227,195	228,230	7.6%
WRENSHALL CITY OF	55,195	51,996	(3,199)	51,996	0	0.0%
WRIGHT CITY OF	9,098	8,654	(444)	9,032	378	4.4%
WYKOFF CITY OF	128,269	121,389	(6,880)	126,850	5,461	4.5%
WYOMING CITY OF	22,512	23,406	894	23,406	0	0.0%
ZEMPLE CITY OF	982	922	(60)	922	0	0.0%
ZIMMERMAN CITY OF	340,585	341,836	1,251	369,247	27,411	8.0%
ZUMBRO FALLS CITY OF	33,042	36,632	3,590	40,695	4,063	11.1%
ZUMBROTA CITY OF	543,043	552,438	9,395	598,934	46,496	8.4%
	484,558,200	484,558,200	0	542,628,283	58,070,083	12

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One-time Local Government Aid Payment
Based on LGA Payable in 2006

4/7/2006

	CERTIFIED 2006 LGA	COMBINED CERTIFIED + ONE-TIME 2006 LGA	ONE TIME 2006 LGA	PERCENT INCREASE
ADA CITY OF	588,408	680,797	92,389	15.7%
ADAMS CITY OF	189,419	215,382	25,963	13.7%
ADRIAN CITY OF	389,164	448,918	59,754	15.4%
AFTON	17,670	17,670	0	0.0%
AITKIN CITY OF	535,704	930,572	394,868	73.7%
AKELEY CITY OF	64,205	64,205	0	0.0%
ALBANY CITY OF	473,958	733,688	259,730	54.8%
ALBERT LEA CITY OF	5,625,749	6,505,286	879,537	15.6%
ALBERTA CITY OF	25,124	29,417	4,293	17.1%
ALBERTVILLE CITY OF	0	0	0	0.0%
ALDEN CITY OF	159,478	168,901	9,423	5.9%
ALDRICH CITY OF	3,835	9,750	5,915	154.2%
ALEXANDRIA CITY OF	1,791,525	1,927,170	135,645	7.6%
ALPHA CITY OF	34,393	40,312	5,919	17.2%
ALTURA CITY OF	41,209	41,339	130	0.3%
ALVARADO CITY OF	34,749	77,450	42,701	122.9%
AMBOY CITY OF	125,825	129,761	3,936	3.1%
ANDOVER	0	0	0	0.0%
ANNANDALE CITY OF	368,960	390,588	21,628	5.9%
ANOKA	1,417,436	1,600,604	183,168	12.9%
APPLE VALLEY CITY OF	0	0	0	0.0%
APPLETON CITY OF	866,237	1,192,559	326,322	37.7%
ARCO CITY OF	24,444	27,619	3,175	13.0%
ARDEN HILLS	0	0	0	0.0%
ARGYLE CITY OF	179,319	210,047	30,728	17.1%
ARLINGTON CITY OF	620,542	770,006	149,464	24.1%
ASHBY CITY OF	105,665	124,460	18,795	17.8%
ASKOV CITY OF	65,761	68,535	2,774	4.2%
ATWATER CITY OF	283,829	310,928	27,099	9.5%
AUDUBON CITY OF	77,289	126,579	49,290	63.8%
AURORA CITY OF	628,801	775,209	146,408	23.3%
AUSTIN CITY OF	7,003,279	8,332,785	1,329,506	19.0%
AVOCA CITY OF	29,182	34,934	5,752	19.7%
AVON CITY OF	244,326	291,230	46,904	19.2%
BABBITT CITY OF	248,073	457,882	209,809	84.6%
BACKUS CITY OF	30,625	32,850	2,225	7.3%

One-time Local Government Aid Payment
Based on LGA Payable in 2006

4/7/2006

	CERTIFIED 2006 LGA	COMBINED CERTIFIED + ONE-TIME 2006 LGA	ONE TIME 2006 LGA	PERCENT INCREASE
BADGER CITY OF	98,994	111,854	12,860	13.0%
BAGLEY CITY OF	441,136	499,312	58,176	13.2%
BALATON CITY OF	186,715	219,688	32,973	17.7%
BARNESVILLE CITY OF	439,818	941,469	501,651	114.1%
BARNUM CITY OF	116,437	150,274	33,837	29.1%
BARRETT CITY OF	68,364	70,792	2,428	3.6%
BARRY CITY OF	3,045	3,227	182	6.0%
BATTLE LAKE CITY OF	102,380	110,490	8,110	7.9%
BAUDETTE CITY OF	311,164	358,328	47,164	15.2%
BAXTER CITY OF	0	0	0	0.0%
BAYPORT	348,687	694,056	345,369	99.0%
BEARDSLEY CITY OF	72,933	82,648	9,715	13.3%
BEAVER BAY CITY OF	28,085	28,085	0	0.0%
BEAVER CREEK CITY OF	48,755	48,755	0	0.0%
BECKER CITY OF	22,494	22,494	0	0.0%
BEJOU CITY OF	19,218	21,847	2,629	13.7%
BELGRADE CITY OF	167,803	192,079	24,276	14.5%
BELLE PLAINE	319,378	377,401	58,023	18.2%
BELLECHESTER CITY OF	18,611	22,030	3,419	18.4%
BELLINGHAM CITY OF	71,457	76,668	5,211	7.3%
BELTRAMI CITY OF	25,110	28,679	3,569	14.2%
BELVIEW CITY OF	108,061	109,382	1,321	1.2%
BEMIDJI CITY OF	3,507,656	3,900,946	393,290	11.2%
BENA CITY OF	23,358	27,991	4,633	19.8%
BENSON CITY OF	966,566	1,054,793	88,227	9.1%
BERTHA CITY OF	141,220	143,526	2,306	1.6%
BETHEL	33,801	39,084	5,283	15.6%
BIG FALLS CITY OF	70,195	71,181	986	1.4%
BIG LAKE CITY OF	579,880	649,575	69,695	12.0%
BIGELOW CITY OF	43,525	52,568	9,043	20.8%
BIGFORK CITY OF	92,860	94,939	2,079	2.2%
BINGHAM LAKE CITY OF	31,759	32,907	1,148	3.6%
BIRCHWOOD	5,826	5,826	0	0.0%
BIRD ISLAND CITY OF	392,838	455,144	62,306	15.9%
BISCAY CITY OF	7,894	14,334	6,440	81.6%
BIWABIK CITY OF	365,593	365,593	0	0.0%

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	CERTIFIED 2006 LGA	COMBINED CERTIFIED + ONE-TIME 2006 LGA	ONE TIME 2006 LGA	PERCENT INCREASE
BLACKDUCK CITY OF	181,199	215,063	33,864	18.7%
BLAINE (JT)	0	0	0	0.0%
BLOMKEST CITY OF	21,437	22,430	993	4.6%
BLOOMING PRAIRIE CITY	624,697	810,231	185,534	29.7%
BLOOMINGTON	0	0	0	0.0%
BLUE EARTH CITY OF	1,203,446	1,751,616	548,170	45.6%
BLUFFTON CITY OF	18,837	39,654	20,817	110.5%
BOCK CITY OF	10,049	19,825	9,776	97.3%
BORUP CITY OF	13,325	21,011	7,686	57.7%
BOVEY CITY OF	301,074	301,074	0	0.0%
BOWLUS CITY OF	30,741	36,229	5,488	17.9%
BOY RIVER CITY OF	2,598	5,140	2,542	97.8%
BOYD CITY OF	78,646	78,646	0	0.0%
BRAHAM CITY OF	361,889	462,085	100,196	27.7%
BRAINERD CITY OF	4,019,438	4,547,183	527,745	13.1%
BRANDON CITY OF	97,101	110,759	13,658	14.1%
BRECKENRIDGE CITY OF	1,182,049	1,471,938	289,889	24.5%
BREEZY POINT CITY OF	8,238	8,238	0	0.0%
BREWSTER CITY OF	103,768	211,900	108,132	104.2%
BRICELYN CITY OF	120,843	144,084	23,241	19.2%
BROOK PARK CITY OF	22,820	23,846	1,026	4.5%
BROOKLYN CENTER	667,665	957,703	290,038	43.4%
BROOKLYN PARK	0	0	0	0.0%
BROOKS CITY OF	19,662	31,472	11,810	60.1%
BROOKSTON CITY OF	8,517	9,090	573	6.7%
BROOTEN CITY OF	169,850	186,906	17,056	10.0%
BROWERVILLE CITY OF	176,743	233,312	56,569	32.0%
BROWNS VALLEY CITY OF	293,070	293,070	0	0.0%
BROWNSDALE CITY OF	138,480	185,797	47,317	34.2%
BROWNSVILLE CITY OF	69,986	80,691	10,705	15.3%
BROWNTON CITY OF	214,449	237,527	23,078	10.8%
BRUNO CITY OF	21,421	21,421	0	0.0%
BUCKMAN CITY OF	15,539	20,682	5,143	33.1%
BUFFALO CITY OF	1,415,301	1,537,500	122,199	8.6%
BUFFALO LAKE CITY OF	236,739	245,839	9,100	3.8%
BUHL CITY OF	397,797	397,797	0	0.0%

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	CERTIFIED 2006 LGA	COMBINED CERTIFIED + ONE-TIME 2006 LGA	ONE TIME 2006 LGA	PERCENT INCREASE
BURNSVILLE CITY OF	0	0	0	0.0%
BURTRUM CITY OF	22,286	30,072	7,786	34.9%
BUTTERFIELD CITY OF	147,622	171,067	23,445	15.9%
BYRON CITY OF	280,063	315,278	35,215	12.6%
CALEDONIA CITY OF	747,863	974,923	227,060	30.4%
CALLAWAY CITY OF	38,241	43,872	5,631	14.7%
CALUMET CITY OF	143,329	143,329	0	0.0%
CAMBRIDGE CITY OF	534,186	611,884	77,698	14.5%
CAMPBELL CITY OF	51,718	57,787	6,069	11.7%
CANBY CITY OF	697,115	804,409	107,294	15.4%
CANNON FALLS CITY OF	718,971	760,271	41,300	5.7%
CANTON CITY OF	91,246	92,839	1,593	1.7%
CARLOS CITY OF	44,988	48,018	3,030	6.7%
CARLTON CITY OF	224,276	267,355	43,079	19.2%
CARVER CITY OF	187,739	218,698	30,959	16.5%
CASS LAKE CITY OF	343,536	343,536	0	0.0%
CEDAR MILLS CITY OF	4,368	7,575	3,207	73.4%
CENTER CITY CITY OF	52,680	52,680	0	0.0%
CENTERVILLE	21,864	21,864	0	0.0%
CEYLON CITY OF	143,187	147,731	4,544	3.2%
CHAMPLIN	0	0	0	0.0%
CHANDLER CITY OF	65,311	73,060	7,749	11.9%
CHANHASSEN (JT) CITY OF	0	0	0	0.0%
CHASKA CITY OF	50,000	50,000	0	0.0%
CHATFIELD CITY OF	681,383	866,582	185,199	27.2%
CHICKAMAW BEACH CITY OF	864	864	0	0.0%
CHISAGO CITY CITY OF	318,469	349,651	31,182	9.8%
CHISHOLM CITY OF	2,435,001	3,080,354	645,353	26.5%
CHOKIO CITY OF	124,077	124,705	628	0.5%
CIRCLE PINES	29,700	29,700	0	0.0%
CLARA CITY CITY OF	409,575	474,988	65,413	16.0%
CLAREMONT CITY OF	174,823	185,468	10,645	6.1%
CLARISSA CITY OF	188,941	188,941	0	0.0%
CLARKFIELD CITY OF	363,182	369,786	6,604	1.8%
CLARKS GROVE CITY OF	121,294	176,483	55,189	45.5%
CLEAR LAKE CITY OF	42,919	42,919	0	0.0%

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	CERTIFIED 2006 LGA	COMBINED CERTIFIED + ONE-TIME 2006 LGA	ONE TIME 2006 LGA	PERCENT INCREASE
CLEARBROOK CITY OF	146,900	164,953	18,053	12.3%
CLEARWATER CITY OF	117,785	131,291	13,506	11.5%
CLEMENTS CITY OF	37,127	42,341	5,214	14.0%
CLEVELAND CITY OF	119,852	132,611	12,759	10.6%
CLIMAX CITY OF	51,061	51,989	928	1.8%
CLINTON CITY OF	165,376	165,376	0	0.0%
CLITHERALL CITY OF	13,880	21,054	7,174	51.7%
CLONTARF CITY OF	13,792	26,011	12,219	88.6%
CLOQUET CITY OF	2,406,450	2,515,000	108,550	4.5%
COATES CITY OF	1,014	1,014	0	0.0%
COBDEN CITY OF	2,692	8,197	5,505	204.5%
COHASSET CITY OF	15,336	15,336	0	0.0%
COKATO CITY OF	552,119	574,298	22,179	4.0%
COLD SPRING CITY OF	569,876	675,251	105,375	18.5%
COLERAINE CITY OF	384,859	384,859	0	0.0%
COLOGNE CITY OF	136,980	150,807	13,827	10.1%
COLUMBIA HEIGHTS	1,028,487	1,229,468	200,981	19.5%
COMFREY CITY OF	113,180	113,180	0	0.0%
COMSTOCK CITY OF	14,688	21,403	6,715	45.7%
CONGER CITY OF	25,991	25,991	0	0.0%
COOK CITY OF	143,460	181,028	37,568	26.2%
COON RAPIDS	450,000	450,000	0	0.0%
CORCORAN	0	0	0	0.0%
CORRELL CITY OF	9,803	10,944	1,141	11.6%
COSMOS CITY OF	149,563	157,168	7,605	5.1%
COTTAGE GROVE	0	0	0	0.0%
COTTONWOOD CITY OF	288,349	319,901	31,552	10.9%
COURTLAND CITY OF	57,789	87,487	29,698	51.4%
CROMWELL CITY OF	28,286	29,920	1,634	5.8%
CROOKSTON CITY OF	2,835,565	3,455,911	620,346	21.9%
CROSBY CITY OF	823,972	952,435	128,463	15.6%
CROSSLAKE CITY OF	12,210	12,210	0	0.0%
CRYSTAL	871,749	1,127,192	255,443	29.3%
CURRIE CITY OF	69,827	75,264	5,437	7.8%
CUYUNA CITY OF	14,649	14,649	0	0.0%
CYRUS CITY OF	69,627	80,060	10,433	15.0%

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	CERTIFIED 2006 LGA	COMBINED CERTIFIED + ONE-TIME 2006 LGA	ONE TIME 2006 LGA	PERCENT INCREASE
DAKOTA CITY OF	30,472	35,638	5,166	17.0%
DALTON CITY OF	46,996	50,495	3,499	7.4%
DANUBE CITY OF	137,559	145,253	7,694	5.6%
DANVERS CITY OF	8,542	9,342	800	9.4%
DARFUR CITY OF	24,965	45,467	20,502	82.1%
DARWIN CITY OF	17,568	47,625	30,057	171.1%
DASSEL CITY OF	336,905	391,258	54,353	16.1%
DAWSON CITY OF	585,919	666,939	81,020	13.8%
DAYTON (JT)	29,784	29,784	0	0.0%
DEEPHAVEN	23,400	23,400	0	0.0%
DEER CREEK CITY OF	54,651	70,849	16,198	29.6%
DEER RIVER CITY OF	273,497	317,166	43,669	16.0%
DEERWOOD CITY OF	45,008	45,008	0	0.0%
DEGRAFF CITY OF	15,737	31,623	15,886	100.9%
DELANO CITY OF	233,311	282,760	49,449	21.2%
DELAVAN CITY OF	58,751	59,863	1,112	1.9%
DELHI CITY OF	16,112	19,680	3,568	22.1%
DELLWOOD	6,480	6,480	0	0.0%
DENHAM CITY OF	222	222	0	0.0%
DENNISON CITY OF	18,798	20,680	1,882	10.0%
DENT CITY OF	25,853	41,979	16,126	62.4%
DETROIT LAKES CITY OF	1,189,099	1,270,698	81,599	6.9%
DEXTER CITY OF	78,436	87,990	9,554	12.2%
DILWORTH CITY OF	582,128	659,899	77,771	13.4%
DODGE CENTER CITY OF	742,120	964,299	222,179	29.9%
DONALDSON CITY OF	5,374	5,815	441	8.2%
DONNELLY CITY OF	42,102	57,146	15,044	35.7%
DORAN CITY OF	11,712	14,846	3,134	26.8%
DOVER CITY OF	87,964	104,013	16,049	18.2%
DOVRAY CITY OF	11,476	14,122	2,646	23.1%
DULUTH CITY OF	26,728,606	31,029,786	4,301,180	16.1%
DUMONT CITY OF	22,889	22,889	0	0.0%
DUNDAS CITY OF	91,943	101,120	9,177	10.0%
DUNDEE CITY OF	18,433	23,802	5,369	29.1%
DUNNELL CITY OF	59,283	68,579	9,296	15.7%
EAGAN CITY OF	0	0	0	0.0%

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	CERTIFIED 2006 LGA	COMBINED CERTIFIED + ONE-TIME 2006 LGA	ONE TIME 2006 LGA	PERCENT INCREASE
EAGLE BEND CITY OF	167,329	170,537	3,208	1.9%
EAGLE LAKE CITY OF	322,297	548,005	225,708	70.0%
EAST BETHEL	0	0	0	0.0%
EAST GRAND FORKS CITY OF	2,456,818	3,422,651	965,833	39.3%
EAST GULL LAKE CITY OF	6,030	6,030	0	0.0%
EASTON CITY OF	39,706	40,277	571	1.4%
ECHO CITY OF	84,907	84,907	0	0.0%
EDEN PRAIRIE	0	0	0	0.0%
EDEN VALLEY CITY OF	226,487	247,099	20,612	9.1%
EDGERTON CITY OF	285,255	331,502	46,247	16.2%
EDINA	0	0	0	0.0%
EFFIE CITY OF	4,257	16,243	11,986	281.6%
EITZEN CITY OF	35,604	37,172	1,568	4.4%
ELBA CITY OF	13,092	32,004	18,912	144.5%
ELBOW LAKE CITY OF	418,545	471,306	52,761	12.6%
ELGIN CITY OF	184,722	281,269	96,547	52.3%
ELIZABETH CITY OF	29,117	30,728	1,611	5.5%
ELK RIVER CITY OF	686,820	686,820	0	0.0%
ELKO	5,820	5,820	0	0.0%
ELKTON CITY OF	14,710	15,430	720	4.9%
ELLENDALE CITY OF	118,887	135,978	17,091	14.4%
ELLSWORTH CITY OF	155,029	179,187	24,158	15.6%
ELMDALE CITY OF	6,429	7,060	631	9.8%
ELMORE CITY OF	222,060	246,903	24,843	11.2%
ELROSA CITY OF	19,207	28,438	9,231	48.1%
ELY CITY OF	1,584,143	2,065,792	481,649	30.4%
ELYSIAN CITY OF	67,260	67,260	0	0.0%
EMILY CITY OF	5,364	5,364	0	0.0%
EMMONS CITY OF	86,349	88,350	2,001	2.3%
ERHARD CITY OF	20,389	30,457	10,068	49.4%
ERSKINE CITY OF	106,515	109,353	2,838	2.7%
EVAN CITY OF	9,912	17,849	7,937	80.1%
EVANSVILLE CITY OF	126,806	133,830	7,024	5.5%
EVELETH CITY OF	1,838,603	2,443,143	604,540	32.9%
EXCELSIOR	131,545	139,597	8,052	6.1%
EYOTA CITY OF	324,596	483,740	159,144	49.0%

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	CERTIFIED 2006 LGA	COMBINED CERTIFIED + ONE-TIME 2006 LGA	ONE TIME 2006 LGA	PERCENT INCREASE
FAIRFAX CITY OF	423,172	492,038	68,866	16.3%
FAIRMONT CITY OF	3,594,062	4,786,060	1,191,998	33.2%
FALCON HEIGHTS	198,527	259,058	60,531	30.5%
FARIBAULT CITY OF	6,054,954	6,970,802	915,848	15.1%
FARMINGTON CITY OF	0	0	0	0.0%
FARWELL CITY OF	17,094	17,094	0	0.0%
FEDERAL DAM CITY OF	2,286	2,286	0	0.0%
FELTON CITY OF	33,223	33,223	0	0.0%
FERGUS FALLS CITY OF	3,963,133	4,532,985	569,852	14.4%
FERTILE CITY OF	227,506	281,761	54,255	23.8%
FIFTY LAKES CITY OF	2,424	2,424	0	0.0%
FINLAYSON CITY OF	39,179	45,389	6,210	15.9%
FISHER CITY OF	61,642	90,779	29,137	47.3%
FLENSBURG CITY OF	24,027	25,827	1,800	7.5%
FLOODWOOD CITY OF	148,090	148,090	0	0.0%
FLORENCE CITY OF	10,842	10,842	0	0.0%
FOLEY CITY OF	618,974	979,102	360,128	58.2%
FORADA CITY OF	1,152	1,152	0	0.0%
FOREST LAKE	0	0	0	0.0%
FORESTON CITY OF	57,636	82,755	25,119	43.6%
FORT RIPLEY CITY OF	408	408	0	0.0%
FOSSTON CITY OF	481,053	645,464	164,411	34.2%
FOUNTAIN CITY OF	55,445	63,615	8,170	14.7%
FOXHOME CITY OF	23,906	29,649	5,743	24.0%
FRANKLIN CITY OF	141,318	141,318	0	0.0%
FRAZEE CITY OF	317,328	529,192	211,864	66.8%
FREEBORN CITY OF	56,546	60,210	3,664	6.5%
FREEPORT CITY OF	84,221	88,690	4,469	5.3%
FRIDLEY	0	36,834	36,834	0.0%
FROST CITY OF	58,606	59,462	856	1.5%
FULDA CITY OF	408,726	503,922	95,196	23.3%
FUNKLEY CITY OF	149	149	0	0.0%
GARFIELD CITY OF	27,944	42,280	14,336	51.3%
GARRISON CITY OF	1,380	1,380	0	0.0%
GARVIN CITY OF	43,839	43,839	0	0.0%
GARY CITY OF	60,313	60,313	0	0.0%

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GAYLORD CITY OF	696,636	929,242	232,606	33.4%
GEM LAKE	2,652	2,652	0	0.0%
GENEVA CITY OF	69,130	83,584	14,454	20.9%
GENOLA CITY OF	1,694	2,603	909	53.7%
GEORGETOWN CITY OF	11,669	14,122	2,453	21.0%
GHENT CITY OF	60,664	71,164	10,500	17.3%
GIBBON CITY OF	221,163	252,081	30,918	14.0%
GILBERT CITY OF	703,942	848,205	144,263	20.5%
GILMAN CITY OF	3,330	8,711	5,381	161.6%
GLENCOE CITY OF	1,179,808	1,363,429	183,621	15.6%
GLENVILLE CITY OF	146,266	198,767	52,501	35.9%
GLENWOOD CITY OF	787,853	842,318	54,465	6.9%
GLYNDON CITY OF	226,007	339,513	113,506	50.2%
GOLDEN VALLEY	0	0	0	0.0%
GONVICK CITY OF	67,643	67,643	0	0.0%
GOOD THUNDER CITY OF	146,997	150,733	3,736	2.5%
GOODHUE CITY OF	172,195	219,434	47,239	27.4%
GOODRIDGE CITY OF	23,835	23,835	0	0.0%
GOODVIEW CITY OF	107,897	139,828	31,931	29.6%
GRACEVILLE CITY OF	206,536	209,162	2,626	1.3%
GRANADA CITY OF	80,241	101,510	21,269	26.5%
GRAND MARAIS CITY OF	213,163	213,163	0	0.0%
GRAND MEADOW CITY OF	239,621	289,645	50,024	20.9%
GRAND RAPIDS CITY OF	1,404,632	1,490,198	85,566	6.1%
GRANITE FALLS CITY OF	718,778	787,158	68,380	9.5%
GRANT	25,080	25,080	0	0.0%
GRASSTON CITY OF	18,860	18,860	0	0.0%
GREEN ISLE CITY OF	40,760	40,760	0	0.0%
GREENBUSH CITY OF	204,912	218,494	13,582	6.6%
GREENFIELD	16,920	16,920	0	0.0%
GREENWALD CITY OF	16,122	31,055	14,933	92.6%
GREENWOOD	4,800	4,800	0	0.0%
GREY EAGLE CITY OF	74,974	74,974	0	0.0%
GROVE CITY CITY OF	168,470	182,800	14,330	8.5%
GRYGLA CITY OF	39,888	41,020	1,132	2.8%
GULLY CITY OF	12,206	29,459	17,253	141.3%

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HACKENSACK CITY OF	8,314	8,314	0	0.0%
HADLEY CITY OF	12,172	15,453	3,281	27.0%
HALLOCK CITY OF	403,584	481,097	77,513	19.2%
HALMA CITY OF	9,506	10,524	1,018	10.7%
HALSTAD CITY OF	168,009	183,564	15,555	9.3%
HAM LAKE	0	0	0	0.0%
HAMBURG CITY OF	54,056	59,614	5,558	10.3%
HAMMOND CITY OF	26,872	65,235	38,363	142.8%
HAMPTON CITY OF	40,410	48,929	8,519	21.1%
HANCOCK CITY OF	192,353	238,303	45,950	23.9%
HANLEY FALLS CITY OF	79,760	82,268	2,508	3.1%
HANOVER (JT)	200,375	235,557	35,182	17.6%
HANSKA CITY OF	110,240	123,642	13,402	12.2%
HARDING CITY OF	1,313	2,104	791	60.2%
HARDWICK CITY OF	44,686	53,120	8,434	18.9%
HARMONY CITY OF	374,998	416,178	41,180	11.0%
HARRIS CITY OF	131,322	172,338	41,016	31.2%
HARTLAND CITY OF	58,963	64,912	5,949	10.1%
HASTINGS (JT) CITY OF	210,932	443,805	232,873	110.4%
HATFIELD CITY OF	3,862	5,056	1,194	30.9%
HAWLEY CITY OF	374,499	715,255	340,756	91.0%
HAYFIELD CITY OF	370,750	434,619	63,869	17.2%
HAYWARD CITY OF	35,700	37,299	1,599	4.5%
HAZEL RUN CITY OF	13,728	16,986	3,258	23.7%
HECTOR CITY OF	353,449	398,121	44,672	12.6%
HEIDELBERG CITY OF	618	618	0	0.0%
HENDERSON CITY OF	272,638	284,171	11,533	4.2%
HENDRICKS CITY OF	203,254	227,369	24,115	11.9%
HENDRUM CITY OF	66,877	68,618	1,741	2.6%
HENNING CITY OF	211,333	271,172	59,839	28.3%
HENRIETTE CITY OF	6,626	9,624	2,998	45.2%
HERMAN CITY OF	132,361	132,361	0	0.0%
HERMANTOWN CITY OF	411,541	512,230	100,689	24.5%
HERON LAKE CITY OF	251,014	292,879	41,865	16.7%
HEWITT CITY OF	56,073	67,554	11,481	20.5%
HIBBING CITY OF	7,115,165	9,323,805	2,208,640	31.0%

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HILL CITY CITY OF	57,996	61,441	3,445	5.9%
HILLMAN CITY OF	3,334	3,957	623	18.7%
HILLS CITY OF	126,663	155,690	29,027	22.9%
HILLTOP	145,222	151,789	6,567	4.5%
HINCKLEY CITY OF	269,319	287,814	18,495	6.9%
HITTERDAL CITY OF	47,853	48,580	727	1.5%
HOFFMAN CITY OF	145,713	175,016	29,303	20.1%
HOKAH CITY OF	177,544	179,904	2,360	1.3%
HOLDINGFORD CITY OF	155,738	160,426	4,688	3.0%
HOLLAND CITY OF	46,226	53,504	7,278	15.7%
HOLLANDALE CITY OF	46,057	47,797	1,740	3.8%
HOLLOWAY CITY OF	17,851	17,851	0	0.0%
HOLT CITY OF	12,379	21,016	8,637	69.8%
HOPKINS	50,000	50,000	0	0.0%
HOUSTON CITY OF	325,689	370,760	45,071	13.8%
HOWARD LAKE CITY OF	429,415	612,895	183,480	42.7%
HOYT LAKES CITY OF	328,819	568,329	239,510	72.8%
HUGO	0	0	0	0.0%
HUMBOLDT CITY OF	10,690	16,134	5,444	50.9%
HUTCHINSON CITY OF	2,432,577	2,557,174	124,597	5.1%
IHLEN CITY OF	18,747	19,048	301	1.6%
INDEPENDENCE	21,630	21,630	0	0.0%
INTL FALLS CITY OF	2,990,709	4,151,892	1,161,183	38.8%
INVER GROVE HEIGHTS CITY	0	0	0	0.0%
IONA CITY OF	38,699	39,277	578	1.5%
IRON JUNCTION CITY OF	8,665	13,275	4,610	53.2%
IRONTON CITY OF	126,208	129,588	3,380	2.7%
ISANTI CITY OF	546,860	580,414	33,554	6.1%
ISLE CITY OF	79,378	87,783	8,405	10.6%
IVANHOE CITY OF	207,148	210,121	2,973	1.4%
JACKSON CITY OF	1,077,132	1,295,991	218,859	20.3%
JANESVILLE CITY OF	567,611	848,731	281,120	49.5%
JASPER CITY OF	169,072	200,209	31,137	18.4%
JEFFERS CITY OF	112,962	125,509	12,547	11.1%
JENKINS CITY OF	6,126	6,326	200	3.3%
JOHNSON CITY OF	5,876	7,897	2,021	34.4%

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	CERTIFIED 2006 LGA	COMBINED CERTIFIED + ONE-TIME 2006 LGA	ONE TIME 2006 LGA	PERCENT INCREASE
JORDAN	284,499	331,910	47,411	16.7%
KANDIYOHI CITY OF	89,147	108,221	19,074	21.4%
KARLSTAD CITY OF	222,251	259,021	36,770	16.5%
KASOTA CITY OF	104,109	191,805	87,696	84.2%
KASSON CITY OF	820,851	1,017,760	196,909	24.0%
KEEWATIN CITY OF	445,537	450,431	4,894	1.1%
KELLIHER CITY OF	83,941	112,420	28,479	33.9%
KELLOGG CITY OF	80,048	91,211	11,163	13.9%
KENNEDY CITY OF	67,475	73,045	5,570	8.3%
KENNETH CITY OF	12,844	12,844	0	0.0%
KENSINGTON CITY OF	53,466	63,462	9,996	18.7%
KENT CITY OF	21,157	23,333	2,176	10.3%
KENYON CITY OF	459,220	583,946	124,726	27.2%
KERKHOVEN CITY OF	175,448	189,733	14,285	8.1%
KERRICK CITY OF	4,617	4,617	0	0.0%
KETTLE RIVER CITY OF	28,261	28,499	238	0.8%
KIESTER CITY OF	165,176	167,560	2,384	1.4%
KILKENNY CITY OF	35,951	36,887	936	2.6%
KIMBALL CITY OF	128,453	161,335	32,882	25.6%
KINBRAE CITY OF	677	677	0	0.0%
KINGSTON CITY OF	9,470	9,589	119	1.3%
KINNEY CITY OF	72,613	72,613	0	0.0%
LACRESCENT CITY OF	580,287	643,918	63,631	11.0%
LAFAYETTE CITY OF	126,207	154,148	27,941	22.1%
LAKE BENTON CITY OF	215,918	215,918	0	0.0%
LAKE BRONSON CITY OF	64,766	74,737	9,971	15.4%
LAKE CITY CITY OF	997,909	1,053,007	55,098	5.5%
LAKE CRYSTAL CITY OF	706,951	917,546	210,595	29.8%
LAKE ELMO	0	0	0	0.0%
LAKE HENRY CITY OF	6,938	8,601	1,663	24.0%
LAKE LILLIAN CITY OF	43,215	43,215	0	0.0%
LAKE PARK CITY OF	176,498	265,790	89,292	50.6%
LAKE SAINT CROIX BEACH	37,439	48,304	10,865	29.0%
LAKE SHORE CITY OF	6,144	6,144	0	0.0%
LAKE WILSON CITY OF	67,122	79,055	11,933	17.8%
LAKEFIELD CITY OF	665,448	765,071	99,623	15.0%

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LAKELAND	91,328	91,328	0	0.0%
LAKELAND SHORES	2,130	2,130	0	0.0%
LAKEVILLE CITY OF	0	0	0	0.0%
LAMBERTON CITY OF	287,585	326,911	39,326	13.7%
LANCASTER CITY OF	79,895	87,358	7,463	9.3%
LANDFALL	99,916	192,812	92,896	93.0%
LANESBORO CITY OF	210,634	215,605	4,971	2.4%
LAPORTE CITY OF	11,135	14,550	3,415	30.7%
LAPRAIRIE CITY OF	74,951	89,022	14,071	18.8%
LASALLE CITY OF	15,778	20,492	4,714	29.9%
LASTRUP CITY OF	3,112	3,112	0	0.0%
LAUDERDALE	359,418	617,386	257,968	71.8%
LECENTER CITY OF	544,579	928,601	384,022	70.5%
LENGBY CITY OF	26,322	26,556	234	0.9%
LEONARD CITY OF	2,918	3,387	469	16.1%
LEONIDAS CITY OF	40,630	40,630	0	0.0%
LEROY CITY OF	242,540	298,127	55,587	22.9%
LESTER PRAIRIE CITY OF	334,356	458,981	124,625	37.3%
LESUEUR CITY OF	1,003,159	1,099,354	96,195	9.6%
LEWISTON CITY OF	326,810	470,509	143,699	44.0%
LEWISVILLE CITY OF	56,937	64,892	7,955	14.0%
LEXINGTON	439,938	523,528	83,590	19.0%
LILYDALE CITY OF	4,740	4,740	0	0.0%
LINDSTROM CITY OF	194,229	238,889	44,660	23.0%
LINO LAKES	0	0	0	0.0%
LISMORE CITY OF	71,387	72,308	921	1.3%
LITCHFIELD CITY OF	1,613,189	2,054,620	441,431	27.4%
LITTLE CANADA	0	0	0	0.0%
LITTLE FALLS CITY OF	2,214,751	2,536,594	321,843	14.5%
LITTLEFORK CITY OF	183,899	233,383	49,484	26.9%
LONG BEACH CITY OF	1,734	1,734	0	0.0%
LONG LAKE	156,193	181,077	24,884	15.9%
LONG PRAIRIE CITY OF	725,356	910,647	185,291	25.5%
LONGVILLE CITY OF	1,062	1,062	0	0.0%
LONSDALE CITY OF	302,979	429,546	126,567	41.8%
LORETTO	10,836	10,836	0	0.0%

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	CERTIFIED 2006 LGA	COMBINED CERTIFIED + ONE-TIME 2006 LGA	ONE TIME 2006 LGA	PERCENT INCREASE
LOUISBURG CITY OF	6,914	8,819	1,905	27.6%
LOWRY CITY OF	51,441	51,441	0	0.0%
LUCAN CITY OF	53,621	53,852	231	0.4%
LUVERNE CITY OF	1,272,067	1,550,745	278,678	21.9%
LYLE CITY OF	146,064	179,994	33,930	23.2%
LYND CITY OF	68,021	69,624	1,603	2.4%
MABEL CITY OF	240,376	247,173	6,797	2.8%
MADELIA CITY OF	661,673	1,045,193	383,520	58.0%
MADISON CITY OF	736,691	893,578	156,887	21.3%
MADISON LAKE CITY OF	128,204	136,017	7,813	6.1%
MAGNOLIA CITY OF	28,415	49,076	20,661	72.7%
MAHNOMEN CITY OF	327,459	404,027	76,568	23.4%
MAHTOMEDI	0	0	0	0.0%
MANCHESTER CITY OF	9,514	22,869	13,355	140.4%
MANHATTAN BEACH CITY OF	342	342	0	0.0%
MANKATO CITY OF	7,978,622	8,345,749	367,127	4.6%
MANTORVILLE CITY OF	243,008	260,345	17,337	7.1%
MAPLE GROVE	0	0	0	0.0%
MAPLE LAKE CITY OF	339,787	479,658	139,871	41.2%
MAPLE PLAIN	323,989	424,758	100,769	31.1%
MAPLETON CITY OF	426,021	602,191	176,170	41.4%
MAPLEVIEW CITY OF	60,705	60,705	0	0.0%
MAPLEWOOD	0	0	0	0.0%
MARBLE CITY OF	266,908	266,908	0	0.0%
MARIETTA CITY OF	61,115	61,115	0	0.0%
MARINE ON SAINT CROIX	3,954	3,954	0	0.0%
MARSHALL CITY OF	2,610,090	2,918,765	308,675	11.8%
MAYER CITY OF	28,802	28,802	0	0.0%
MAYNARD CITY OF	134,380	135,942	1,562	1.2%
MAZEPPA CITY OF	167,083	178,109	11,026	6.6%
MCGRATH CITY OF	3,498	5,837	2,339	66.9%
MCGREGOR CITY OF	101,064	117,622	16,558	16.4%
MCINTOSH CITY OF	178,555	221,297	42,742	23.9%
MCKINLEY CITY OF	60,468	60,468	0	0.0%
MEADOWLANDS CITY OF	15,959	20,598	4,639	29.1%
MEDFORD CITY OF	187,796	220,680	32,884	17.5%

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MEDICINE LAKE	2,220	2,220	0	0.0%
MEDINA	27,900	27,900	0	0.0%
MEIRE GROVE CITY OF	13,464	14,225	761	5.7%
MELROSE CITY OF	725,849	854,004	128,155	17.7%
MENAHGA CITY OF	313,869	355,226	41,357	13.2%
MENDOTA CITY OF	2,018	2,018	0	0.0%
MENDOTA HEIGHTS CITY OF	0	0	0	0.0%
MENTOR CITY OF	20,200	35,262	15,062	74.6%
MIDDLE RIVER CITY OF	58,603	85,767	27,164	46.4%
MIESVILLE CITY OF	822	822	0	0.0%
MILACA CITY OF	615,575	785,630	170,055	27.6%
MILAN CITY OF	98,123	99,533	1,410	1.4%
MILLERVILLE CITY OF	1,891	18,028	16,137	853.4%
MILLVILLE CITY OF	20,738	26,333	5,595	27.0%
MILROY CITY OF	60,879	62,060	1,181	1.9%
MILTONA CITY OF	30,792	40,108	9,316	30.3%
MINNEAPOLIS	93,948,100	98,997,388	5,049,288	5.4%
MINNEISKA CITY OF	7,737	7,737	0	0.0%
MINNEOTA CITY OF	424,336	507,802	83,466	19.7%
MINNESOTA CITY CITY OF	30,305	43,430	13,125	43.3%
MINNESOTA LAKE CITY OF	156,510	156,510	0	0.0%
MINNETONKA BEACH CITY	3,708	3,708	0	0.0%
MINNETONKA CITY OF	0	0	0	0.0%
MINNETRISTA	0	0	0	0.0%
MIZPAH CITY OF	4,621	18,695	14,074	304.6%
MONTEVIDEO CITY OF	1,672,885	1,993,537	320,652	19.2%
MONTGOMERY CITY OF	738,742	865,139	126,397	17.1%
MONTICELLO CITY OF	0	0	0	0.0%
MONTROSE CITY OF	248,608	514,400	265,792	106.9%
MOORHEAD CITY OF	8,059,765	8,833,467	773,702	9.6%
MOOSE LAKE CITY OF	401,768	1,257,784	856,016	213.1%
MORA CITY OF	629,866	781,906	152,040	24.1%
MORGAN CITY OF	320,767	325,101	4,334	1.4%
MORRIS CITY OF	1,738,172	2,453,042	714,870	41.1%
MORRISTOWN CITY OF	192,636	293,392	100,756	52.3%
MORTON CITY OF	132,339	148,482	16,143	12.2%

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MOTLEY CITY OF	121,920	181,917	59,997	49.2%
MOUND	0	0	0	0.0%
MOUNDS VIEW	0	78,405	78,405	0.0%
MT IRON CITY OF	623,882	1,484,698	860,816	138.0%
MT LAKE CITY OF	756,086	990,776	234,690	31.0%
MURDOCK CITY OF	68,458	71,277	2,819	4.1%
MYRTLE CITY OF	10,016	13,558	3,542	35.4%
NASHUA CITY OF	397	562	165	41.6%
NASHWAUK CITY OF	480,252	480,252	0	0.0%
NASSAU CITY OF	12,935	21,068	8,133	62.9%
NELSON CITY OF	21,084	31,460	10,376	49.2%
NERSTRAND CITY OF	20,323	20,323	0	0.0%
NEVIS CITY OF	55,959	55,959	0	0.0%
NEW AUBURN CITY OF	89,639	120,785	31,146	34.7%
NEW BRIGHTON	0	0	0	0.0%
NEW GERMANY CITY OF	15,547	19,161	3,614	23.2%
NEW HOPE	582,879	813,982	231,103	39.6%
NEW LONDON CITY OF	246,645	347,302	100,657	40.8%
NEW MARKET	55,040	85,491	30,451	55.3%
NEW MUNICH CITY OF	55,941	76,289	20,348	36.4%
NEW PRAGUE	837,579	911,235	73,656	8.8%
NEW RICHLAND CITY OF	305,021	400,371	95,350	31.3%
NEW TRIER CITY OF	1,115	1,115	0	0.0%
NEW ULM CITY OF	4,102,448	4,642,936	540,488	13.2%
NEW YORK MILLS CITY OF	359,780	424,271	64,491	17.9%
NEWFOLDEN CITY OF	77,369	83,586	6,217	8.0%
NEWPORT	577,647	671,571	93,924	16.3%
NICOLLET CITY OF	174,288	241,179	66,891	38.4%
NIELSVILLE CITY OF	21,211	24,389	3,178	15.0%
NIMROD CITY OF	2,882	3,272	390	13.5%
NISSWA CITY OF	12,240	12,240	0	0.0%
NORCROSS CITY OF	20,071	20,071	0	0.0%
NORTH BRANCH CITY OF	361,572	462,751	101,179	28.0%
NORTH MANKATO CITY OF	1,826,588	1,981,411	154,823	8.5%
NORTH OAKS	25,200	25,200	0	0.0%
NORTH SAINT PAUL	1,269,019	1,493,028	224,009	17.7%

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NORTHFIELD CITY OF	3,311,200	3,475,867	164,667	5.0%
NORTHOME CITY OF	64,390	72,459	8,069	12.5%
NORTHROP CITY OF	41,658	49,946	8,288	19.9%
NORWOOD YOUNG AMERICA	212,573	249,048	36,475	17.2%
OAK GROVE	200,000	200,000	0	0.0%
OAK PARK HEIGHTS	27,798	27,798	0	0.0%
OAKDALE	0	0	0	0.0%
ODESSA CITY OF	45,197	45,197	0	0.0%
ODIN CITY OF	20,754	27,665	6,911	33.3%
OGEMA CITY OF	32,290	32,932	642	2.0%
OGILVIE CITY OF	116,943	133,846	16,903	14.5%
OKABENA CITY OF	51,607	52,448	841	1.6%
OKLEE CITY OF	114,917	116,541	1,624	1.4%
OLIVIA CITY OF	840,321	904,054	63,733	7.6%
ONAMIA CITY OF	181,145	250,923	69,778	38.5%
ORMSBY CITY OF	24,285	29,605	5,320	21.9%
ORONO	0	0	0	0.0%
ORONOCO CITY OF	71,671	71,671	0	0.0%
ORR CITY OF	47,886	47,922	36	0.1%
ORTONVILLE CITY OF	828,556	899,217	70,661	8.5%
OSAKIS CITY OF	456,498	536,141	79,643	17.4%
OSLO CITY OF	79,936	79,936	0	0.0%
OSSEO	521,172	733,301	212,129	40.7%
OSTRANDER CITY OF	42,245	44,151	1,906	4.5%
OTSEGO CITY OF	0	0	0	0.0%
OTTERTAIL CITY OF	2,892	2,892	0	0.0%
OWATONNA CITY OF	5,027,679	5,248,728	221,049	4.4%
PALISADE CITY OF	17,231	17,937	706	4.1%
PARK RAPIDS CITY OF	654,415	687,739	33,324	5.1%
PARKERS PRAIRIE CITY OF	252,581	313,230	60,649	24.0%
PAYNESVILLE CITY OF	579,129	879,172	300,043	51.8%
PEASE CITY OF	16,924	18,610	1,686	10.0%
PELICAN RAPIDS CITY OF	605,310	1,216,959	611,649	101.0%
PEMBERTON CITY OF	27,927	30,626	2,699	9.7%
PENNOCK CITY OF	96,184	128,054	31,870	33.1%
PEQUOT LAKES CITY OF	101,083	101,083	0	0.0%

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PERHAM CITY OF	509,088	639,115	130,027	25.5%
PERLEY CITY OF	20,878	24,374	3,496	16.7%
PETERSON CITY OF	41,159	49,884	8,725	21.2%
PIERZ CITY OF	233,611	392,797	159,186	68.1%
PILLAGER CITY OF	106,081	136,380	30,299	28.6%
PINE CITY CITY OF	580,209	612,169	31,960	5.5%
PINE ISLAND CITY OF	588,631	708,697	120,066	20.4%
PINE RIVER CITY OF	255,142	276,621	21,479	8.4%
PINE SPRINGS	2,526	2,526	0	0.0%
PIPESTONE CITY OF	1,456,449	1,858,820	402,371	27.6%
PLAINVIEW CITY OF	634,454	696,512	62,058	9.8%
PLATO CITY OF	28,598	28,598	0	0.0%
PLUMMER CITY OF	46,517	47,907	1,390	3.0%
PLYMOUTH	0	0	0	0.0%
PORTER CITY OF	43,403	43,403	0	0.0%
PRESTON CITY OF	501,102	590,015	88,913	17.7%
PRINCETON CITY OF	767,812	930,758	162,946	21.2%
PRINSBURG CITY OF	86,516	86,516	0	0.0%
PRIOR LAKE	0	0	0	0.0%
PROCTOR CITY OF	821,473	1,233,888	412,415	50.2%
QUAMBA CITY OF	9,692	17,914	8,222	84.8%
RACINE CITY OF	51,203	63,567	12,364	24.1%
RAMSEY	0	0	0	0.0%
RANDALL CITY OF	93,825	129,630	35,805	38.2%
RANDOLPH CITY OF	8,554	12,672	4,118	48.1%
RANIER CITY OF	24,601	26,813	2,212	9.0%
RAYMOND CITY OF	191,994	230,147	38,153	19.9%
RED LAKE FALLS CITY OF	567,938	662,281	94,343	16.6%
RED WING CITY OF	1,692,922	1,940,768	247,846	14.6%
REDWOOD FALLS CITY OF	1,159,223	1,345,031	185,808	16.0%
REGAL CITY OF	1,270	1,797	527	41.5%
REMER CITY OF	50,851	53,723	2,872	5.6%
RENVILLE CITY OF	483,031	523,004	39,973	8.3%
REVERE CITY OF	25,301	25,659	358	1.4%
RICE CITY OF	88,853	143,335	54,482	61.3%
RICHFIELD	813,633	1,239,712	426,079	52.4%

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RICHMOND CITY OF	254,284	316,863	62,579	24.6%
RICHVILLE CITY OF	9,797	16,435	6,638	67.8%
RIVERTON CITY OF	7,570	7,570	0	0.0%
ROBBINSDALE	1,159,138	1,323,656	164,518	14.2%
ROCHESTER CITY OF	5,719,725	6,844,530	1,124,805	19.7%
ROCK CREEK CITY OF	118,505	169,979	51,474	43.4%
ROCKFORD (JT)	348,366	378,835	30,469	8.7%
ROCKVILLE CITY OF	85,632	113,620	27,988	32.7%
ROGERS	0	0	0	0.0%
ROLLINGSTONE CITY OF	106,287	138,796	32,509	30.6%
RONNEBY CITY OF	3,205	3,829	624	19.5%
ROOSEVELT CITY OF	10,047	28,414	18,367	182.8%
ROSCOE CITY OF	18,281	27,789	9,508	52.0%
ROSE CREEK CITY OF	72,307	74,398	2,091	2.9%
ROSEAU CITY OF	583,623	705,320	121,697	20.9%
ROSEMOUNT CITY OF	0	0	0	0.0%
ROSEVILLE	0	0	0	0.0%
ROTHSAY CITY OF	107,901	139,746	31,845	29.5%
ROUND LAKE CITY OF	81,092	134,144	53,052	65.4%
ROYALTON CITY OF	127,424	216,859	89,435	70.2%
RUSH CITY CITY OF	451,686	1,262,498	810,812	179.5%
RUSHFORD CITY OF	463,227	680,018	216,791	46.8%
RUSHFORD VILLAGE CITY OF	75,239	83,638	8,399	11.2%
RUSHMORE CITY OF	91,587	107,407	15,820	17.3%
RUSSELL CITY OF	88,605	90,262	1,657	1.9%
RUTHTON CITY OF	76,932	87,174	10,242	13.3%
RUTLEDGE CITY OF	3,385	3,385	0	0.0%
SABIN CITY OF	68,818	89,493	20,675	30.0%
SACRED HEART CITY OF	205,008	207,254	2,246	1.1%
SANBORN CITY OF	122,107	143,788	21,681	17.8%
SANDSTONE CITY OF	638,990	1,278,511	639,521	100.1%
SARGEANT CITY OF	8,246	15,002	6,756	81.9%
SARTELL CITY OF	139,988	252,365	112,377	80.3%
SAUK CENTRE CITY OF	1,141,821	1,284,509	142,688	12.5%
SAUK RAPIDS CITY OF	2,060,941	2,355,665	294,724	14.3%
SAVAGE	0	0	0	0.0%

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Based on LGA Payable in 2006

4/7/2006

	CERTIFIED 2006 LGA	COMBINED CERTIFIED + ONE-TIME 2006 LGA	ONE TIME 2006 LGA	PERCENT INCREASE
SCANLON CITY OF	217,521	217,521	0	0.0%
SEAFORTH CITY OF	17,488	19,340	1,852	10.6%
SEBEKA CITY OF	190,856	194,484	3,628	1.9%
SEDAN CITY OF	5,953	8,469	2,516	42.3%
SHAFFER CITY OF	85,023	100,070	15,047	17.7%
SHAKOPEE	0	0	0	0.0%
SHELLY CITY OF	63,977	77,351	13,374	20.9%
SHERBURN CITY OF	335,505	371,430	35,925	10.7%
SHEVLIN CITY OF	16,631	31,035	14,404	86.6%
SHOREVIEW	0	0	0	0.0%
SHOREWOOD	0	0	0	0.0%
SILVER BAY CITY OF	483,219	616,393	133,174	27.6%
SILVER LAKE CITY OF	186,791	200,916	14,125	7.6%
SKYLINE CITY OF	5,100	5,100	0	0.0%
SLAYTON CITY OF	758,111	905,550	147,439	19.4%
SLEEPY EYE CITY OF	1,246,304	1,478,128	231,824	18.6%
SOBIESKI CITY OF	7,172	13,921	6,749	94.1%
SOLWAY CITY OF	6,459	6,459	0	0.0%
SOUTH HAVEN CITY OF	32,565	40,426	7,861	24.1%
SOUTH ST. PAUL CITY OF	2,199,803	2,421,383	221,580	10.1%
SPICER CITY OF	132,092	145,393	13,301	10.1%
SPRING GROVE CITY OF	393,044	477,405	84,361	21.5%
SPRING HILL CITY OF	3,096	3,371	275	8.9%
SPRING LAKE PARK (JT)	0	0	0	0.0%
SPRING PARK	88,756	88,756	0	0.0%
SPRING VALLEY CITY OF	819,027	957,934	138,907	17.0%
SPRINGFIELD CITY OF	794,502	1,046,183	251,681	31.7%
SQUAW LAKE CITY OF	10,101	13,969	3,868	38.3%
ST ANTHONY (JT)	0	0	0	0.0%
ST ANTHONY CITY OF	5,697	14,158	8,461	148.5%
ST AUGUSTA CITY OF	229,936	415,269	185,333	80.6%
ST BONIFACIUS	242,469	401,255	158,786	65.5%
ST CHARLES CITY OF	625,089	879,867	254,778	40.8%
ST CLAIR CITY OF	155,808	185,986	30,178	19.4%
ST CLOUD CITY OF	11,876,857	12,691,294	814,437	6.9%
ST FRANCIS	200,000	200,000	0	0.0%

One-time Local Government Aid Payment
Based on LGA Payable in 2006

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	CERTIFIED 2006 LGA	COMBINED CERTIFIED + ONE-TIME 2006 LGA	ONE TIME 2006 LGA	PERCENT INCREASE
ST HILAIRE CITY OF	45,823	75,147	29,324	64.0%
ST JAMES CITY OF	1,272,451	1,592,692	320,241	25.2%
ST JOSEPH CITY OF	773,509	926,253	152,744	19.7%
ST LEO CITY OF	13,911	19,206	5,295	38.1%
ST LOUIS PARK	0	0	0	0.0%
ST MARTIN CITY OF	24,551	33,422	8,871	36.1%
ST MARY'S POINT	2,064	2,064	0	0.0%
ST MICHAEL CITY OF	0	0	0	0.0%
ST PAUL	59,544,621	66,159,373	6,614,752	11.1%
ST PAUL PARK	215,323	263,254	47,931	22.3%
ST PETER CITY OF	2,047,099	2,890,592	843,493	41.2%
ST ROSA CITY OF	1,408	1,408	0	0.0%
ST STEPHEN CITY OF	106,839	125,631	18,792	17.6%
ST VINCENT CITY OF	14,556	26,601	12,045	82.7%
STACY CITY OF	163,580	300,349	136,769	83.6%
STAPLES CITY OF	957,755	1,178,065	220,310	23.0%
STARBUCK CITY OF	370,214	391,165	20,951	5.7%
STEEN CITY OF	20,725	40,791	20,066	96.8%
STEPHEN CITY OF	153,774	193,244	39,470	25.7%
STEWART CITY OF	160,090	160,090	0	0.0%
STEWARTVILLE CITY OF	736,708	842,457	105,749	14.4%
STILLWATER	911,838	1,143,883	232,045	25.4%
STOCKTON CITY OF	80,710	157,248	76,538	94.8%
STORDEN CITY OF	80,040	81,015	975	1.2%
STRANDQUIST CITY OF	14,929	20,679	5,750	38.5%
STRATHCONA CITY OF	3,271	3,271	0	0.0%
STURGEON LAKE CITY OF	27,013	36,458	9,445	35.0%
SUNBURG CITY OF	24,879	30,983	6,104	24.5%
SUNFISH LAKE CITY OF	3,180	3,180	0	0.0%
SWANVILLE CITY OF	78,356	86,995	8,639	11.0%
TACONITE CITY OF	113,270	113,270	0	0.0%
TAMARACK CITY OF	3,533	3,575	42	1.2%
TAOPI CITY OF	5,622	14,770	9,148	162.7%
TAUNTON CITY OF	23,959	49,844	25,885	108.0%
TAYLORS FALLS CITY OF	209,924	227,522	17,598	8.4%
TENNEY CITY OF	1,302	1,302	0	0.0%

One-time Local Government Aid Payment
Based on LGA Payable in 2006

4/7/2006

	CERTIFIED 2006 LGA	COMBINED CERTIFIED + ONE-TIME 2006 LGA	ONE TIME 2006 LGA	PERCENT INCREASE
TENSTRIKE CITY OF	3,228	3,228	0	0.0%
THIEF RIVER FALLS CITY OF	2,168,818	2,691,297	522,479	24.1%
THOMSON CITY OF	12,294	12,294	0	0.0%
TINTAH CITY OF	11,346	12,806	1,460	12.9%
TONKA BAY	9,600	9,600	0	0.0%
TOWER CITY OF	105,026	105,026	0	0.0%
TRACY CITY OF	916,830	1,043,825	126,995	13.9%
TRAIL CITY OF	3,074	3,074	0	0.0%
TRIMONT CITY OF	224,366	231,710	7,344	3.3%
TROMMALD CITY OF	9,140	9,140	0	0.0%
TROSKY CITY OF	9,863	22,089	12,226	124.0%
TRUMAN CITY OF	380,577	459,309	78,732	20.7%
TURTLE RIVER CITY OF	444	444	0	0.0%
TWIN LAKES CITY OF	33,071	33,071	0	0.0%
TWIN VALLEY CITY OF	260,441	305,619	45,178	17.3%
TWO HARBORS CITY OF	1,238,451	1,330,298	91,847	7.4%
TYLER CITY OF	338,014	444,742	106,728	31.6%
ULEN CITY OF	135,167	171,681	36,514	27.0%
UNDERWOOD CITY OF	79,197	81,276	2,079	2.6%
UPSALA CITY OF	68,099	71,464	3,365	4.9%
URBANK CITY OF	4,982	9,621	4,639	93.1%
UTICA CITY OF	27,857	29,720	1,863	6.7%
VADNAIS HEIGHTS	0	0	0	0.0%
VERGAS CITY OF	35,086	50,047	14,961	42.6%
VERMILLION CITY OF	6,861	6,861	0	0.0%
VERNDALE CITY OF	132,075	149,827	17,752	13.4%
VERNON CENTER CITY OF	70,271	73,007	2,736	3.9%
VESTA CITY OF	87,339	94,429	7,090	8.1%
VICTORIA CITY OF	0	0	0	0.0%
VIKING CITY OF	22,834	22,834	0	0.0%
VILLARD CITY OF	41,083	42,671	1,588	3.9%
VINING CITY OF	11,382	11,871	489	4.3%
VIRGINIA CITY OF	3,656,842	4,487,642	830,800	22.7%
WABASHA CITY OF	721,085	778,281	57,196	7.9%
WABASSO CITY OF	179,288	193,922	14,634	8.2%
WACONIA CITY OF	0	0	0	0.0%

One-time Local Government Aid Payment
Based on LGA Payable in 2006

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	CERTIFIED 2006 LGA	COMBINED CERTIFIED + ONE-TIME 2006 LGA	ONE TIME 2006 LGA	PERCENT INCREASE
WADENA CITY OF	1,087,711	1,438,466	350,755	32.2%
WAHKON CITY OF	13,542	13,542	0	0.0%
WAITE PARK CITY OF	158,543	247,569	89,026	56.2%
WALDORF CITY OF	52,519	52,519	0	0.0%
WALKER CITY OF	139,413	154,087	14,674	10.5%
WALNUT GROVE CITY OF	211,005	243,878	32,873	15.6%
WALTERS CITY OF	23,275	23,275	0	0.0%
WALTHAM CITY OF	37,035	43,402	6,367	17.2%
WANAMINGO CITY OF	225,506	267,326	41,820	18.5%
WANDA CITY OF	19,509	24,266	4,757	24.4%
WARBA CITY OF	14,619	15,688	1,069	7.3%
WARREN CITY OF	443,959	776,618	332,659	74.9%
WARROAD CITY OF	499,026	869,201	370,175	74.2%
WASECA CITY OF	2,318,869	2,721,259	402,390	17.4%
WATERTOWN CITY OF	170,097	207,076	36,979	21.7%
WATERVILLE CITY OF	565,573	613,456	47,883	8.5%
WATKINS CITY OF	179,871	253,002	73,131	40.7%
WATSON CITY OF	56,301	63,508	7,207	12.8%
WAUBUN CITY OF	72,416	96,161	23,745	32.8%
WAVERLY CITY OF	72,332	72,332	0	0.0%
WAYZATA	24,420	24,420	0	0.0%
WELCOME CITY OF	217,675	256,185	38,510	17.7%
WELLS CITY OF	834,602	1,161,344	326,742	39.1%
WENDELL CITY OF	42,578	43,498	920	2.2%
WEST CONCORD CITY OF	249,581	266,869	17,288	6.9%
WEST SAINT PAUL CITY OF	201,544	433,791	232,247	115.2%
WEST UNION CITY OF	3,974	7,174	3,200	80.5%
WESTBROOK CITY OF	268,009	274,871	6,862	2.6%
WESTPORT CITY OF	2,825	9,294	6,469	229.0%
WHALAN CITY OF	10,417	10,417	0	0.0%
WHEATON CITY OF	580,299	675,720	95,421	16.4%
WHITE BEAR LAKE (JT)	483,479	1,301,450	817,971	169.2%
WILDER CITY OF	15,322	18,402	3,080	20.1%
WILLERNIE	52,222	71,755	19,533	37.4%
WILLIAMS CITY OF	38,756	41,726	2,970	7.7%
WILLMAR CITY OF	4,383,821	5,155,203	771,382	17.6%

One-time Local Government Aid Payment
Based on LGA Payable in 2006

4/7/2006

	CERTIFIED 2006 LGA	COMBINED CERTIFIED + ONE-TIME 2006 LGA	ONE TIME 2006 LGA	PERCENT INCREASE
WILLOW RIVER CITY OF	36,728	37,860	1,132	3.1%
WILMONT CITY OF	79,360	94,192	14,832	18.7%
WILTON CITY OF	2,377	8,404	6,027	253.6%
WINDOM CITY OF	1,144,310	1,397,612	253,302	22.1%
WINGER CITY OF	39,968	40,674	706	1.8%
WINNEBAGO CITY OF	545,558	647,419	101,861	18.7%
WINONA CITY OF	9,530,901	10,855,231	1,324,330	13.9%
WINSTED CITY OF	649,702	743,916	94,214	14.5%
WINTHROP CITY OF	444,262	483,722	39,460	8.9%
WINTON CITY OF	30,805	30,805	0	0.0%
WOLF LAKE CITY OF	1,501	7,746	6,245	416.1%
WOLVERTON CITY OF	26,359	26,999	640	2.4%
WOOD LAKE CITY OF	121,081	122,992	1,911	1.6%
WOODBURY	0	0	0	0.0%
WOODLAND	2,928	2,928	0	0.0%
WOODSTOCK CITY OF	35,046	35,470	424	1.2%
WORTHINGTON CITY OF	2,854,767	3,264,950	410,183	14.4%
WRENSHALL CITY OF	55,195	55,195	0	0.0%
WRIGHT CITY OF	9,098	9,859	761	8.4%
WYKOFF CITY OF	128,269	131,096	2,827	2.2%
WYOMING CITY OF	22,512	22,512	0	0.0%
ZEMPLE CITY OF	982	982	0	0.0%
ZIMMERMAN CITY OF	340,585	417,955	77,370	22.7%
ZUMBRO FALLS CITY OF	33,042	42,395	9,353	28.3%
ZUMBROTA CITY OF	543,043	572,750	29,707	5.5%
	484,558,200	562,702,955	78,144,755	16.1%

1.1 Senator moves to amend S.F. No. as follows:

1.2 Page .., after line .., insert:

1.3 "Sec. ... Minnesota Statutes 2004, section 240.06, subdivision 5a, is amended to
1.4 read:

1.5 Subd. 5a. **Additional license; metropolitan area.** (a) Notwithstanding subdivision
1.6 5, the commission may issue one additional class A license within the seven-county
1.7 metropolitan area, provided that the additional license may only be issued for a facility:

1.8 (1) located more than 20 miles from any other racetrack in existence on January
1.9 1, 1987;

1.10 (2) containing a track no larger than five-eighths of a mile in circumference;

1.11 (3) used exclusively at which for standardbred racing is the only form of live horse
1.12 racing conducted;

1.13 (4) not owned or operated by a governmental entity or a nonprofit organization; and

1.14 (5) that has a current road or highway system adequate to facilitate present and
1.15 future vehicular traffic expeditiously to and from the facility.

1.16 The consideration of clause (5) shall prevail when two competing licensees are
1.17 relatively equal regarding other considerations mandated by law or rule.

1.18 (b) An application for an additional class A license within the seven-county
1.19 metropolitan area may not delay or adversely affect an application for a class A license for
1.20 a facility to be located outside the seven-county metropolitan area.

1.21 Sec. ... Minnesota Statutes 2004, section 240.06, is amended by adding a subdivision
1.22 to read:

1.23 **Subd. 5b. Sharing of purse set-aside and breeders fund revenues.**

1.24 Notwithstanding subdivision 5, a class A licensed racetrack operating within the
1.25 seven-county metropolitan area may:

1.26 (1) enter into an agreement with a horsepersons' organization that represents a breed
1.27 other than the breed racing at the licensee's racetrack under which the licensee agrees to
1.28 pay a percentage of simulcasting or card club revenues to the purse set-aside account of
1.29 another class A licensed racetrack operating within the seven-county metropolitan area.

1.30 The licensee may only enter into such an agreement with a horsepersons' organization
1.31 that represents a breed other than the breed racing at the licensee's racetrack. All amounts
1.32 contributed to a class A racetrack under such an agreement must go to purses for races
1.33 run^{at} at that racetrack; and

1.34 (2) conduct simulcasting on all breeds of horses if it:

2.1 (i) enters into an agreement with another class A licensed racetrack within the
2.2 seven-county metropolitan area regarding simulcasting of any breed of horses raced at
2.3 such other class A licensed racetrack that the class A racetrack elects to simulcast; and
2.4 (ii) contributes to the purse set-aside account of another class A licensed racetrack
2.5 operating within the seven-county metropolitan area, and to the breeders fund, an amount
2.6 equal to the amount that would have been contributed to the set-aside account and the
2.7 breeders fund, as required by statute, if the simulcast had been conducted at such other
2.8 class A licensed racetrack. The percentages used to determine the amount of the simulcast
2.9 contribution to the purse set-aside account and the breeders fund will be the percentages
2.10 required under law. Contributions to the purse set-aside account shall be used by such
2.11 other class A licensed racetrack for purses for races conducted by that racetrack in the
2.12 same manner as if the simulcast had occurred at that racetrack.

2.13 Sec. ... Minnesota Statutes 2004, section 240.13, subdivision 6, is amended to read:

2.14 Subd. 6. **Simulcasting.** (a) The commission may permit an authorized licensee to
2.15 conduct simulcasting at the licensee's facility on any day authorized by the commission.
2.16 All simulcasts must comply with the Interstate Horse Racing Act of 1978, United States
2.17 Code, title 15, sections 3001 to 3007.

2.18 (b) The commission may not authorize any day for simulcasting at a class A facility
2.19 during the racing season, and a licensee may not be allowed to transmit out-of-state
2.20 telecasts of races the licensee conducts, unless the licensee has obtained the approval of
2.21 the horsepersons' organization representing the majority of the horsepersons racing the
2.22 breed involved at the licensed racetrack during the preceding 12 months. In the case of
2.23 a class A facility licensed under section 240.06, subdivision 5a, the approval applicable
2.24 to the first year of the racetrack's operation may be obtained from the horsepersons'
2.25 organization that represents the majority of horsepersons who will race the breed involved
2.26 at the licensed racetrack during the first year of the racetrack's operation.

2.27 (c) The licensee may pay fees and costs to an entity transmitting a telecast of a
2.28 race to the licensee for purposes of conducting pari-mutuel wagering on the race. The
2.29 licensee may deduct fees and costs related to the receipt of televised transmissions from a
2.30 pari-mutuel pool on the televised race, provided that one-half of any amount recouped in
2.31 this manner must be added to the amounts required to be set aside for purses.

2.32 (d) With the approval of the commission and subject to the provisions of this
2.33 subdivision, a licensee may transmit telecasts of races it conducts, for wagering purposes,
2.34 to locations outside the state, and the commission may allow this to be done on a
2.35 commingled pool basis.

3.1 (e) Except as otherwise provided in this section, simulcasting may be conducted
3.2 on a separate pool basis or, with the approval of the commission, on a commingled pool
3.3 basis. All provisions of law governing pari-mutuel betting apply to simulcasting except
3.4 as otherwise provided in this subdivision or in the commission's rules. If pools are
3.5 commingled, wagering at the licensed facility must be on equipment electronically linked
3.6 with the equipment at the licensee's class A facility or with the sending racetrack via
3.7 the totalizator computer at the licensee's class A facility. Subject to the approval of the
3.8 commission, the types of betting, takeout, and distribution of winnings on commingled
3.9 pari-mutuel pools are those in effect at the sending racetrack. Breakage for pari-mutuel
3.10 pools on a televised race must be calculated in accordance with the law or rules governing
3.11 the sending racetrack for these pools, and must be distributed in a manner agreed to
3.12 between the licensee and the sending racetrack. Notwithstanding subdivision 7 and
3.13 section 240.15, subdivision 5, the commission may approve procedures governing the
3.14 definition and disposition of unclaimed tickets that are consistent with the law and rules
3.15 governing unclaimed tickets at the sending racetrack. For the purposes of this section,
3.16 "sending racetrack" is either the racetrack outside of this state where the horse race is
3.17 conducted or, with the consent of the racetrack, an alternative facility that serves as the
3.18 racetrack for the purpose of commingling pools.

3.19 (f) Except as otherwise provided in section 240.06, subdivision 5b, paragraph (b),
3.20 if there is more than one class B licensee conducting racing within the seven-county
3.21 metropolitan area, simulcasting may be conducted only on races run by a breed that ran at
3.22 the licensee's class A facility within the 12 months preceding the event.

3.23 Sec. ... Minnesota Statutes 2004, section 240.135, is amended to read:

3.24 **240.135 CARD CLUB REVENUE.**

3.25 (a) From the amounts received from charges authorized under section 240.30,
3.26 subdivision 4, the licensee shall set aside the amounts specified in this section to be
3.27 used for purse payments. These amounts are in addition to the breeders fund and purse
3.28 requirements set forth elsewhere in this chapter.

3.29 (1) For amounts between zero and \$6,000,000, the licensee shall set aside ten
3.30 percent to be used as purses.

3.31 (2) For amounts in excess of \$6,000,000, the licensee shall set aside 14 percent to
3.32 be used as purses.

3.33 (b) From all amounts set aside under paragraph (a), the licensee shall set aside ten
3.34 percent to be deposited in the breeders fund.

3.35 (c) The licensee and the horseperson's organization representing the majority of
3.36 horsepersons who have raced at the racetrack during the preceding 12 months, or, in the

4.1 case of a racetrack licensed under section 240.06, subdivision 5a, will race at the racetrack
4.2 during the first year of the racetrack's operation, may negotiate percentages different
4.3 from those stated in this section if the agreement is in writing and filed with the Racing
4.4 Commission.

4.5 ~~(e)~~ (d) It is the intent of the legislature that the proceeds of the card playing activities
4.6 authorized by this chapter be used to improve the horse racing industry by improving
4.7 purses. The commission shall annually review the financial details of card playing
4.8 activities and determine if the present use of card playing proceeds is consistent with the
4.9 policy established by this paragraph. If the commission determines that the use of the
4.10 proceeds does not comply with the policy set forth herein, then the commission shall direct
4.11 the parties to make the changes necessary to ensure compliance. If these changes require
4.12 legislation, the commission shall make the appropriate recommendations to the legislature.

4.13 Sec. ... Minnesota Statutes 2004, section 240.30, subdivision 5, is amended to read:

4.14 Subd. 5. **Limitation.** (a) Except as provided in paragraph (b), the commission
4.15 shall not authorize a licensee to operate a card club unless the licensee has conducted at
4.16 least 50 days of live racing at a class A facility within the past 12 months or during the
4.17 preceding calendar year.

4.18 (b) In the case of a racetrack licensed under section 240.06, subdivision 5a, during
4.19 the first 12 months of the racetrack's operation, the commission may authorize the licensee
4.20 to operate a card club when the licensee has been assigned dates by the commission for
4.21 at least 50 days of live racing during those 12 months."

4.22 Renumber the sections in sequence and correct the internal references

4.23 Amend the title accordingly

ROLL CALL VOTE

Date: 4/7/04

Senator Marty requested a Roll Call Vote on:

1. adoption of RE 2017 amendment
2. passage of F. No.
3. adoption of motion

SENATOR	YES	NO	PASS	ABSENT
Pogemiller	✓			
Bakk	✓			
Belanger	✓			
Betzold	✓			
Johnson	✓			
Limmer		✓		
Marty		✓		
McGinn				✓
Moua				✓
Ortman	✓			
Skoe				✓
Tomassoni	✓			
TOTALS	7	2		3

There being 7 Yes votes and 2 No votes the Motion:

Prevailed

Did Not Prevail

1.1 Senator moves to amend S.F. No. XXXX as follows:

1.2 Page ..., after line ..., insert:

1.3 "Sec. Laws 1996, chapter 471, article 2, section 29, subdivision 1, is amended to
1.4 read:

1.5 Subdivision 1. [SALES TAX AUTHORIZED.] Notwithstanding Minnesota
1.6 Statutes, section 477A.016, or any other contrary provision of law, ordinance, or city
1.7 charter, the city of Hermantown may, by ordinance, impose an additional sales tax of up to
1.8 one percent on sales transactions taxable pursuant to Minnesota Statutes, chapter 297A,
1.9 that occur within the city. The proceeds of the tax imposed under this section must be
1.10 used to meet the costs of:

1.11 (1) extending a sewer interceptor line;

1.12
1.13 (2) construction of a booster pump station, reservoirs, and related improvements
1.14 to the water system; and

1.15
1.16 (3) construction of a building containing a police and fire station and an
1.17 administrative services facility.

1.18 EFFECTIVE DATE. This section is effective the day following final enactment,
1.19 upon compliance with Minnesota Statutes, section 645.021, subdivision 3, by the city of
1.20 Hermantown.

1.21 Sec. Laws 1996, chapter 471, article 2, section 29, subdivision 4, is amended to read:

1.22 Subd. 4. **Termination.** The tax authorized under this section terminates ~~at the later~~
1.23 ~~of (1) ten years after the date of initial imposition of the tax, or (2) on the first day of the~~
1.24 ~~second month next succeeding a determination by the city council that sufficient funds~~
1.25 ~~have been received from the tax to finance the improvements described in subdivision 1,~~
1.26 ~~clauses (1) to (3), and to prepay or retire at maturity the principal, interest, and premium~~
1.27 ~~due on any bonds issued for the improvements on March 31, 2026.~~ Any funds remaining
1.28 after completion of the improvements and retirement or redemption of the bonds may
1.29 be placed in the general fund of the city.

1.30 EFFECTIVE DATE. This section is effective the day following final enactment,
1.31 upon compliance with Minnesota Statutes, section 645.021, subdivision 3, by the city
1.32 of Hermantown. "

1.33 Renumber the sections in sequence and correct the internal references

1.34 Amend the title accordingly

1.1 Senator moves to amend S.F. No. XXXX as follows:

1.2 Page ..., after line ..., insert:

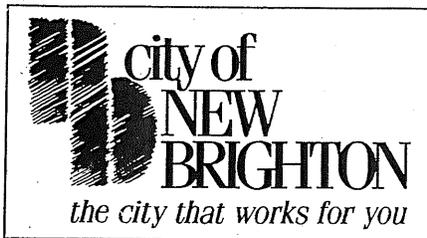
1.3 "Sec. CITY OF NEW BRIGHTON; TAX INCREMENT FINANCING.

1.4 Subdivision 1. Expenditures outside district. Notwithstanding the provisions of
1.5 Minnesota Statutes, section 469.1763, subdivision 2, the city of New Brighton may expend
1.6 tax increments from District No. 26 for eligible activities described in Minnesota Statutes,
1.7 section 469.176, subdivision 4e, outside of Tax Increment District No. 26, but only
1.8 within the area described in Laws 1998, chapter 389, article 11, section 24, subdivision
1.9 1. Minnesota Statutes, section 469.1763, subdivision 3, and Minnesota Statutes, section
1.10 469.1763, subdivision 4, shall not apply to expenditures permitted in this section.

1.11 EFFECTIVE DATE. This section is effective upon approval by the governing body
1.12 of the city of New Brighton and compliance with Minnesota Statutes, section 645.021,
1.13 subdivision 3."

1.14 Renumber the sections in sequence and correct the internal references

1.15 Amend the title accordingly



MEMORANDUM

DATE: April 5, 2006

TO: Senator Satveer Chaudhary

FROM: Matt Fulton, City Manager

SUBJECT: Tax Increment Changes to Support Northwest Quadrant Redevelopment Project

The City of New Brighton is seeking legislative assistance to modify one of our existing tax increment districts (No. 26) to help support the Northwest Quadrant Redevelopment Project. This is a brief summary of the project.

- The Northwest Quadrant (NWQ) project encompasses 100 acres at the intersection of Interstate Highways 35W and 694.
- The NWQ will include up to 1,000 units of housing, neighborhood retail and up to 600,000 square feet of office development.
- The office development portion will produce \$117 million of new taxable value, which translates into approximately \$1.2 million in revenue for the State of Minnesota.
- The site includes a number of environmental challenges:
 - Former federal Superfund sites (Trio Solvent Plant) and an oil refinery which requires \$7.0 million in remediation.
 - Former unlicensed landfill that requires at least \$6.0 million of remediation. Based on recent discussions with the MPCA, the City will be required to invest an additional \$5.0 to \$10.0 million into the landfill remediation project.
- Total public investment (mostly through the City) will approach \$74 million. This investment will be matched about \$271 million of private investment through the new development.
- Prior to the most recent MPCA requirements, the City's investment in the NWQ project was able to be repaid through increment generated from the project. The financial impacts from the new MPCA requirements and currently not funded from any source and place the entire project in serious jeopardy.

- One component piece of the NWQ project includes the relocation of the New Brighton Post office to another TIF District in the community. This TIF district has been a successful district in the community. The legislative change requested would allow for pooling to occur from this district into the NWQ to allow for assistance in addressing the environmental remediation requirements.

From: "James Casserly" <JCasserly@krassmonroe.com>
To: <sen.satveer.chaudhary@senate.mn>, <matt.fulton@newbrightonmn.gov>, <joseph@straussmngmt.com>, <bbalach@comcast.net>
Date: 4/5/2006 12:18:58 PM
Subject: Amendment

Attached is an amendment that allows us to use tax increment from TIF No. 26 (McGillis & Gibbs) for environmental remediation in the NW Quad project (which is defined in a 1998 Special Law). It will allow the City to fund approximately \$2.5 million in costs. Please call with any questions. Thanks.

<<Bio-Tech Zone Amend.doc>>

James R. Casserly
Attorney
Krass Monroe, P.A.
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Suite 1000
Minneapolis, MN 55437-1178
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>
>
>

CC: "Mary Molzahn" <MMolzahn@krassmonroe.com>

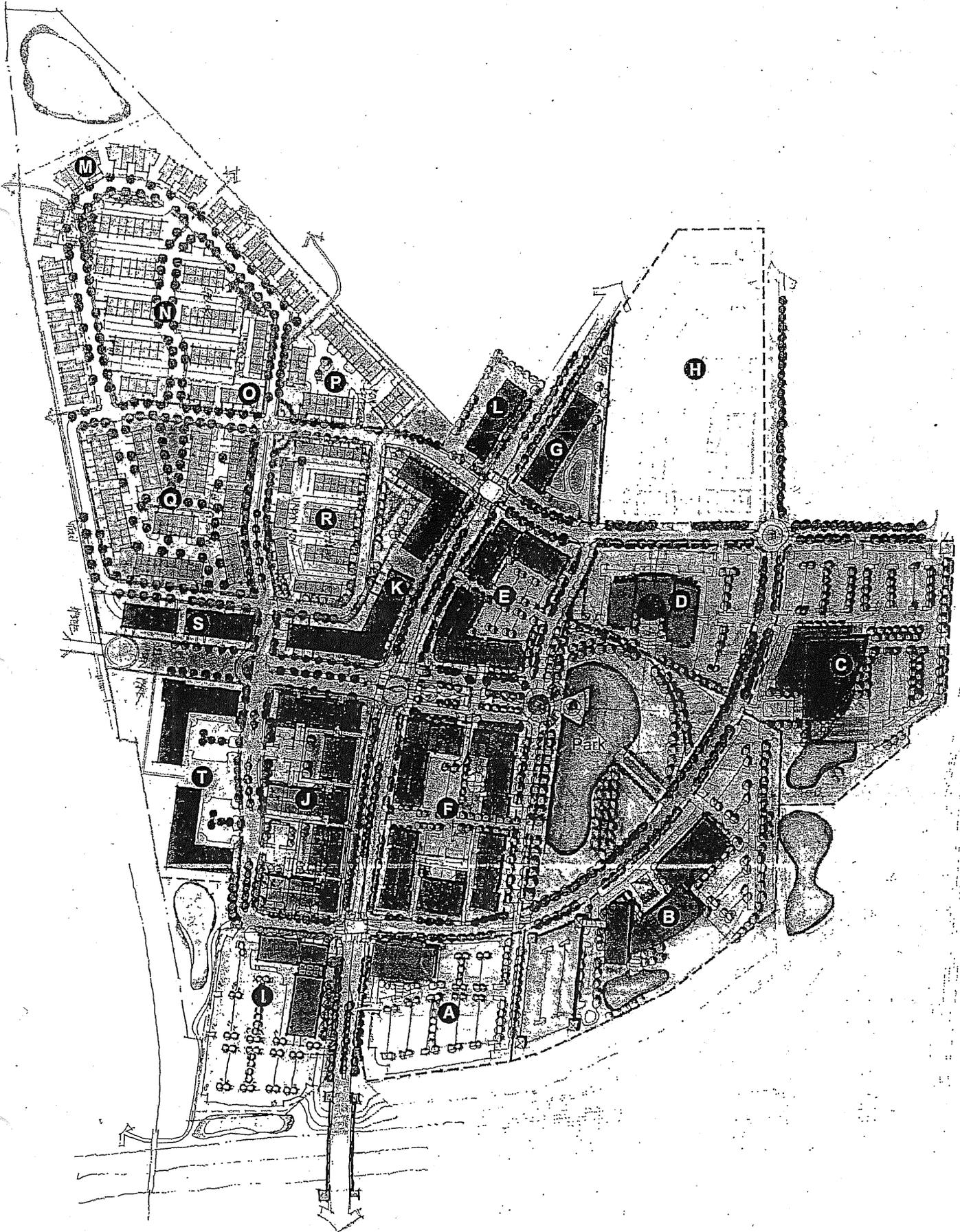
_____ moves to amend S. F. No _____ as follows:

Page _____, after line _____, insert:

"Sec. _____ . City of New Brighton; Tax Increment Financing.

Subd. 1. Expenditures outside district. Notwithstanding the provisions of section 469.1763, subd. 2, the city of New Brighton may expend tax increments from District No. 26 for eligible activities described in section 469.176, subd. 4e, outside of Tax Increment District No. 26, but only within the area described in Laws of Minnesota, Chapter 389, Article 11, section 24, subd. 1. Section 469.1763, subd. 3 and section 469.1763, subd. 4 shall not apply to expenditures permitted in this section.

Subd. 2. Effective date. This section is effective upon local approval by the governing body of the city of New Brighton and compliance with Minnesota Statutes, section 645.021, subdivision 3."



1.1 Senator moves to amend S.F. No. XXXX as follows:

1.2 Page .., after line .., insert:

1.3 "Sec. Minnesota Statutes 2004, section 469.176, subdivision 3, is amended to
1.4 read:

1.5 Subd. 3. **Limitation on administrative expenses.** (a) For districts for which
1.6 certification was requested before August 1, 1979, or after June 30, 1982 and before
1.7 August 1, 2001, no tax increment shall be used to pay any administrative expenses for
1.8 a project which exceed ten percent of the total estimated tax increment expenditures
1.9 authorized by the tax increment financing plan or the total tax increment expenditures
1.10 for the project, whichever is less.

1.11 (b) For districts for which certification was requested after July 31, 1979, and before
1.12 July 1, 1982, no tax increment shall be used to pay administrative expenses, as defined in
1.13 Minnesota Statutes 1980, section 273.73, for a district which exceeds five percent of the
1.14 total tax increment expenditures authorized by the tax increment financing plan or the total
1.15 estimated tax increment expenditures for the district, whichever is less.

1.16 (c) For districts for which certification was requested after July 31, 2001, no tax
1.17 increment may be used to pay any administrative expenses for a project which exceed
1.18 ten percent of total estimated tax increment expenditures authorized by the tax increment
1.19 financing plan or the total tax increments, as defined in section 469.174, subdivision 25,
1.20 clause (1), from the district, whichever is less.

1.21 (d) No administrative expenses or consulting costs incurred before certification of a
1.22 district may be paid from tax increments."

1.23 Page .., after line .., insert:

1.24 "Sec. **[469.1767] DEVELOPER DISCLOSURES.**

1.25 A developer must disclose to the authority, before entering into an agreement to
1.26 receive assistance financed with tax increments:

1.27 (1) any contracts or other agreements with other developers, contractors, potential
1.28 tenants or customers, and consultants related to the project to be financed with tax
1.29 increments; and

1.30 (2) estimates of all costs of and income expected to be derived from the project,
1.31 including supporting financial analyses and other documentation.

1.32 Sec. **[469.1768] CONSULTANT REQUIREMENTS.**

1.33 Subdivision 1. **Limit on activities.** A consultant retained by an authority to provide
1.34 advice and technical assistance on the creation of a tax increment financing district must

included

2.1 not enter into any agreement or contract with any other person or entity who is involved in
2.2 the same district during the time when the consultant is providing services to the authority.

2.3 Subd. 2. **Disclosure of clients.** Before an authority enters into an agreement with
2.4 a consultant to provide advice to technical assistance on the creation of a tax increment
2.5 financing district, the consultant must certify that it does not have a contractual or business
2.6 relationship with any other party involved in the district or project, and that they will
2.7 notify the authority if a party with whom the authority has a contract becomes involved
2.8 with the project.

2.9 Sec. **[469.1769] COMPETITIVE BID REQUIREMENT.**

2.10 When an authority or a municipality intends to enter into an agreement with a
2.11 developer relating to a tax increment project, the work must be awarded by contract.
2.12 Before receiving bids the authority shall publish, once a week for two consecutive weeks
2.13 in an official newspaper of general circulation in the community a notice that bids will
2.14 be received for that work. The notice shall state the nature of the work and the terms
2.15 and conditions upon which the contract is to be let, naming a time and place where bids
2.16 will be received, opened and read publicly, which time shall be not less than seven days
2.17 after the date of the last publication. After the bids have been received, opened and read
2.18 publicly and recorded, the authority shall award the contract to the lowest responsible
2.19 bidder, provided that the authority reserves the right to reject any or all bids. Each
2.20 contract shall be executed in writing, and the person to whom the contract is awarded
2.21 shall give sufficient bond to the authority for its faithful performance. If no satisfactory
2.22 bid is received, the authority may readvertise. The authority may establish reasonable
2.23 qualifications to determine the fitness and responsibility of bidders and to require bidders
2.24 to meet the qualifications before bids are accepted."

2.25 Renumber the sections in sequence and correct the internal references

2.26 Amend the title accordingly

#18

Items that were included in 2005 Tax Bill

- Historic preservation tax Credit
- Salvation Army technical fix
- Brooklyn Park TIF
- Ralph Engelstad arena exemptions
- Short rotation woody crops
- Local option sales tax for Proctor
- Park Rapids sales and use tax imposition and bonding authority
- ~~Mortgage deduction cap~~
- Prohibiting businesses from deducting fines and fees
- St. Michael TIF
- Detroit Lakes TIF

1.1 Senator moves to amend S.F. No. XXXX as follows:

1.2 Page ..., after line ..., insert:

1.3 "Sec. Minnesota Statutes 2004, section 295.53, subdivision 4a, is amended to
1.4 read:

1.5 Subd. 4a. **Credit for research.** (a) In addition to the exemptions allowed under
1.6 subdivision 1, a hospital or health care provider may claim an annual credit against the
1.7 total amount of tax, if any, the hospital or health care provider owes for that calendar
1.8 year under sections 295.50 to 295.57. The credit shall equal ~~2.5~~ five percent of revenues
1.9 for patient services used to fund expenditures for qualifying research conducted by an
1.10 allowable research program. The amount of the credit shall not exceed the tax liability of
1.11 the hospital or health care provider under sections 295.50 to 295.57.

1.12 (b) For purposes of this subdivision, the following requirements apply:

1.13 (1) expenditures must be for program costs of qualifying research conducted by
1.14 an allowable research program;

1.15 (2) an allowable research program must be a formal program of medical and
1.16 health care research conducted by an entity which is exempt under section 501(c)(3)
1.17 of the Internal Revenue Code of 1986 or is owned and operated under authority of a
1.18 governmental unit;

1.19 (3) qualifying research must:

1.20 (A) be approved in writing by the governing body of the hospital or health care
1.21 provider which is taking the deduction under this subdivision;

1.22 (B) have as its purpose the development of new knowledge in basic or applied
1.23 science relating to the diagnosis and treatment of conditions affecting the human body;

1.24 (C) be subject to review by individuals with expertise in the subject matter of the
1.25 proposed study but who have no financial interest in the proposed study and are not
1.26 involved in the conduct of the proposed study; and

1.27 (D) be subject to review and supervision by an institutional review board operating
1.28 in conformity with federal regulations if the research involves human subjects or
1.29 an institutional animal care and use committee operating in conformity with federal
1.30 regulations if the research involves animal subjects. Research expenses are not exempt if
1.31 the study is a routine evaluation of health care methods or products used in a particular
1.32 setting conducted for the purpose of making a management decision. Costs of clinical
1.33 research activities paid directly for the benefit of an individual patient are excluded from
1.34 this exemption. Basic research in fields including biochemistry, molecular biology, and
1.35 physiology are also included if such programs are subject to a peer review process.

2.1 (c) No credit shall be allowed under this subdivision for any revenue received by the
2.2 hospital or health care provider in the form of a grant, gift, or otherwise, whether from a
2.3 government or nongovernment source, on which the tax liability under section 295.52 is
2.4 not imposed.

2.5 (d) The taxpayer shall apply for the credit under this section on the annual return
2.6 under section 295.55, subdivision 5.

2.7 (e) Beginning September 1, 2001, if the actual or estimated amount paid under this
2.8 section for the calendar year exceeds ~~\$2,500,000~~ \$7,000,000, the commissioner of finance
2.9 shall determine the rate of the research credit for the following calendar year to the nearest
2.10 one-half percent so that refunds paid under this section will most closely equal ~~\$2,500,000~~
2.11 \$7,000,000. The commissioner of finance shall publish in the State Register by October 1
2.12 of each year the rate of the credit for the following calendar year. A determination under
2.13 this section is not subject to the rulemaking provisions of chapter 14.

2.14 **EFFECTIVE DATE.** This section is effective for taxable years beginning after
2.15 December 31, 2006."

2006 Senate Tax Committee Bills

Bill #	Author	Description	Hearing Date	A-E List	Amendments	Committee Actions/Recommendations
2208	Cohen	Film Production Tax Credit	3/22/2006	C	A-1	
2280	Koering	Subtraction for Federal retirees	4/4/2006	C	None	
2377	Ruud	Sylvan aggregate tax	4/5/2006	A	Oral amendment	
2475	Skoe	Modifying LGA Formula	4/6/2006	C	A-2	
2481	Rest	Deed and mortgages taxes expiration repeal	3/29/2006	Amendment on A, other counties C	Oral amendment	Amendment to extend for 5 years rather than repeal placed on the A list, Issue of extending this idea to other interested counties placed on the C list
2482	Lourey	Cloquet sales tax	3/22/2006	A	None	
2507	Murphy	Electric and transmission pipeline utilities valuation	4/3/2006	A	None	
2518	Kierlin	Chatfield and Preston TIF	4/5/2006	SF 2518 E, Idea C	None	SF 2518 was placed on the E list, however, the idea of possibly making funds available for similar projects in the future was placed on the C list
2536	Day	Owatonna Sales Tax	3/22/2006	A	None	
2546	Solon	Increasing Duluth's local sales tax on food and beverages	3/22/2006	A	None	
2570	Saxhaug	Property tax exemption for electric generating facility	4/6/2006	A	A-2, A-3	
2590	Vickerman	Luverne Sales Tax	3/22/2006	B	A-1 as amended, Oral Amendments	
2592	Vickerman	Agricultural Homestead class rate	4/6/2006	A	A-2	
2670	Skoe	service equalization aid program	4/6/2006	C	None	
2689	Vickerman	Subtraction for military retirees	4/4/2006	C	A-1	

2734	Sams	Constitutional amendment for sales tax dedication to natural and cultural resources purposes	3/27/2006		Oral amendment	Roll call vote requested, passed as amended and referred to the Rules Committee
2748	Belanger	Burnsville TIF	4/5/2006	A	None	
2768	Koering	Baxter, Brainerd, and Nisswa sales tax	3/22/2006	B	None	
2796	Moua	Refund for transit passes	4/5/2006	C	None	
2804	Kubly	Agricultural homestead modifications	4/6/2006	E	None	Sen. Kubly gave the okay to use SF 2592 instead, as they are very similar
2851	Saxhaug	State lands bill	4/5/2006		A-7, A-9	Amended and passed to the Senate Floor
2860	Ruud	Local sales and use tax for the City of Pequot Lakes	3/22/2006	B	A-1	
2862	Sams	Dairy Investment credit	4/7/2006	C	A-3, amended	
2896	Dibble	Excluding scholarships and grants as income for purposes of property tax refunds	3/29/2006	A-1 on B, SF 2896 on C	A-1	
2900	Marty	Car sharing motor vehicles tax exemptions	4/7/2006	A-1, amended	C	
2901	Sparks	Austin sales tax	3/22/2006	A	A-2	
2941	Rest	Fire safety surcharges	4/7/2006	C	Amended	
3010	Hottinger	North Mankato sales tax	3/22/2006	B	Oral amendment	
3061	Bakk	Military homestead tax	4/4/2006	B	None	
3062	Marko	Newport aid increase	4/5/2006	C	None	SF 3062 placed on the C list, the Limmer/Osseo language was also placed on the C list
3089	Murphy	Tax abatement process for electric generating facilities	4/3/2006	A	Oral amendment	
3131	Pogemiller	Tax Compliance Initiatives	4/5/2006	A	A-1, Oral amendment	
3141	Jungbauer	Ramsey Port Authority	4/5/2006	B	None	
3180	Higgins	Exemptions for purchase of voting machines	4/7/2006	C	None	
3186	Skoe	Modifying definition of small cities for TIF purposes	4/5/2006	B	None	
3187	Murphy	Disabled military veteran homesteads	4/4/2006	C	None	
3218	Koering	Baxter sales tax	3/22/2006	B	None	

3309	derickson	Exemption for native prairies	4/3/2006	A	A-1	
3320	Pogemiller	Metropolitan Council Bonding bill	4/5/2006		Oral amendment	Incorporated into SF 3633
3326	Belanger	Governor's Supplemental Budget	3/24/2006		None	Laid on the table
3332	Rest	International economic development zone designation levy	4/6/2006	A	None	
3340	Cohen	Subtraction for Foreign Service	4/4/2006	C	None	
3423	Ruud	Local sales and use tax for the City of Breezy Point	3/22/2006	A	Oral amendment	
3426	Day	Medford local option sales tax	3/29/2006	A	None	
3437	Kubly	Beginner farmer credit	4/7/2006	C	Amended	
3455	Bakk	ATV gasoline fuel tax modification	4/5/2006	??	None	Passed and re-referred to Finance, new motion may follow 4/6/06
3456	Bakk	21st Century Fund occupation taxes proceeds distributioin	4/5/2006	A	None	
3497	Pogemiller	Registration for certain relative homesteads	4/3/2006	A	None	
3516	Cohen	Deed tax for affordable housing	4/6/2006	C	None	
3550	Pogemiller	Tax Provisions Modifications	3/30/06 and 3/31/06		A-2, oral amendments, A-3, A-4 as amended	Roll call vote, Passed as amended
3578	Moua	Extending 4d classification	4/3/2006	A	None	
3624	Bakk	Ely Local Option Sales Tax	3/29/2006	B	None	
3625	Pogemiller	- Requiring targeting information on property tax statements	4/3/2006	A	None	
3632	Belanger	Eliminating the growth factor in the state general levy	4/6/2006	E	None	
3633	Pogemiller	Public Finance Bill	4/5/2006	A	A-2, A-3, A-4, A-5, A-6, SF 3320 amended onto SF 3633	Amended and passed to the Senate Floor, also included on the A list
3646	Kiscaden	Extending Rochester School District property tax certification	4/6/2006	A	Oral amendment	
3690	Pogemiller	Exemption for milk and water sold in vending machines	4/5/2006	C	None	

3695	Carson	Fergus Falls school districts sales tax	4/7/2006	E	None	
3698	Wiger	Market Value Credit Reimbursement	4/6/2006	C	None	
3716	Pogemiller	Foreign operations income treatment modifications	4/6/2006	A	None	
3723	Moua	Exemption for construction of low income housing	4/7/2006	C	Amended	
3729	Jungbauer	Ramsey TIF	4/5/2006	B	None	
3733	Kierlin	Winona sales and use tax additional uses authority	4/5/2006	A	None	
3745	Pogemiller	Minneapolis TIF	4/7/2006	A	None	
3754	Saxhaug	Exemptions for public safety radio communication products	4/6/2006	A	None	
3758	Belanger	Bloomington TIF	4/7/2006	B	None	
DV0017	Skoe	Mahnomen County; Temporary county and city aids	4/6/2006	C	None	
DV0018	Betzold	Commuter rail materials, supplies, and equipment	4/6/2006 and 4/7/06	C	None	
DV0019	Betzold	Petroleum Products	4/6/2006 and 4/7/06	C	None	
DV0023	Bonoff	Exemption for Lower St. Anthony hydro electric generation	4/7/2006	A	None	
DV0025	Pogemiller	Uncompensated Care Reimbursement	4/6/2006	A	None	
DV0026	Marty	Used and re-refined motor oils	4/7/2006	C	None	
DV0029	Skoe	Bovine Testing Credit	4/6/2006 and 4/7/06	C	None	
DV0031	Limmer	City Aid Base	4/6/2006	C	None	
DV0033	Betzold	Credit for research	4/7/2006	C	None	
DV0034	Bakk	Hermantown termination	4/7/2006	A	None	
DV0035	Ortman	Carver County Justice Center	4/7/2006	C	None	
DV0037	Betzold	County Deed and Mortgage Tax	4/7/2006	B	None	
DV0038	Marty	Limitations on administrative expenses	4/7/2006	A	Amended	Only lines 1-22
DV0039	Tomassoni	Taconite Tax	4/7/2006	C	None	

DV0041	Naudhary	City of New Brighton TIF	4/7/2006	A	None	
RE2017	Johnson	Northmetro Harness	4/7/2006	A	None	Roll call vote requested
XXXX	????	Detroit Lakes TIF	4/6/2006	B	None	Non legislation introduced yet, idea heard in committee
Misc.	Pogemiller	List of old items included in last years bill	4/7/2006	A	Amended	
Misc.	Pogemiller	Handouts 14-16 and related language	4/7/2006	C		Runs and other LGA handouts, see 4/7/06 folder
Misc.	Pogemiller	Handout 13 and related language	4/7/2006	C		Runs and other LGA handouts, see 4/7/06 folder
Misc.	Pogemiller	M0010 and related handouts	4/7/2006	C		All handouts from Eric Nauman, see 4/7/06 folder