

February 21, 2023

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue
 Analysis of S.F. 1587 (Dibble) As Proposed to be Amended (SCS1587A-1)

	Fund Impact			
	F.Y. 2024	F.Y. 2025	F.Y. 2026	F.Y. 2027
		(000's)		
Environmental Fund	\$0	\$0	\$0	\$0
Resource Management Account	\$11,200	\$23,000	\$35,600	\$36,600
General Fund	(\$11,200)	(\$23,000)	(\$35,600)	(\$36,600)

Effective the day following final enactment.

EXPLANATION OF THE BILL

Current Law: The solid waste management tax (SWMT) is imposed on charges for the collection and disposal of solid waste. Seventy percent of the revenues are dedicated to the Environmental Fund with the remainder deposited in the General Fund.

Proposed Law: The following amounts will be deposited into the resource management account in the environmental fund in addition to the 70% allocation to the Environmental fund in the following manner:

- a. In fiscal year 2024, ten percent of the amount generated from solid waste management tax
- b. In fiscal year 2025, twenty percent of the amount generated from solid waste management tax
- c. In fiscal year 2026 and later, thirty percent of the amount generated from solid waste management tax

REVENUE ANALYSIS DETAIL

- Solid waste Management Tax collections from the November 2022 forecast are used to estimate the transfers
- The estimates reflect the difference between the current law transfer amount and the proposed transfer.

Minnesota Department of Revenue
 Tax Research Division
<https://www.revenue.state.mn.us/revenue-analyses>