

February 7, 2025

Department of Revenue
Analysis of S.F. 1082 (Dibble)

SOLID WASTE MANAGEMENT TAX

	Yes	No
DOR Administrative Costs/Savings		X

	Fund Impact			
	<u>F.Y. 2026</u>	<u>F.Y. 2027</u>	<u>F.Y. 2028</u>	<u>F.Y. 2029</u>
	(000's)			
Environmental Fund	\$0	\$0	\$0	\$0
Resource Management Account	\$5,050	\$21,900	\$35,830	\$36,800
General Fund	(\$5,050)	(\$21,900)	(\$35,830)	(\$36,800)

Effective July 1, 2025

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.

In addition to the 70% allocation to the Environmental fund, three percent of the amount generated from solid waste management tax is deposited into the resource management account in the environmental 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:

- In fiscal year 2026, seven percent of the amount generated from solid waste management tax
- In fiscal year 2027, twenty percent of the amount generated from solid waste management tax
- In fiscal year 2028 and later, thirty percent of the amount generated from solid waste management tax

REVENUE ANALYSIS DETAIL

- Solid waste Management Tax collections from the November 2024 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>