

This Document can be made available  
in alternative formats upon request

State of Minnesota  
**HOUSE OF REPRESENTATIVES**

**EIGHTY-FIFTH  
SESSION**

**HOUSE FILE No. 3160**

February 18, 2008

Authored by Haws

The bill was read for the first time and referred to the Committee on Taxes

1.1 A bill for an act  
1.2 relating to taxation; providing apportionment of tax-forfeited land proceeds for  
1.3 special assessment to governmental subdivision; amending Minnesota Statutes  
1.4 2006, section 282.08.

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

1.6 Section 1. Minnesota Statutes 2006, section 282.08, is amended to read:

1.7 **282.08 APPORTIONMENT OF PROCEEDS TO TAXING DISTRICTS.**

1.8 The net proceeds from the sale or rental of any parcel of forfeited land, or from the  
1.9 sale of products from the forfeited land, must be apportioned by the county auditor to the  
1.10 taxing districts interested in the land, as follows:

1.11 (1) the portion required to pay any amounts included in the appraised value  
1.12 under section 282.01, subdivision 3, as representing increased value due to any public  
1.13 improvement made after forfeiture of the parcel to the state, but not exceeding the amount  
1.14 certified by the clerk of the municipality must be apportioned to the municipal subdivision  
1.15 entitled to it;

1.16 (2) the portion required to pay any amount included in the appraised value under  
1.17 section 282.019, subdivision 5, representing increased value due to response actions  
1.18 taken after forfeiture of the parcel to the state, but not exceeding the amount of expenses  
1.19 certified by the Pollution Control Agency or the commissioner of agriculture, must be  
1.20 apportioned to the agency or the commissioner of agriculture and deposited in the fund  
1.21 from which the expenses were paid;

1.22 (3) the portion of the remainder required to discharge any special assessment  
1.23 chargeable against the parcel for drainage or other purpose whether due or deferred at

2.1 the time of forfeiture, must be apportioned to the ~~municipal~~ governmental subdivision  
2.2 entitled to it; and

2.3 (4) any balance must be apportioned as follows:

2.4 (i) The county board may annually by resolution set aside no more than 30 percent  
2.5 of the receipts remaining to be used for forest development on tax-forfeited land and  
2.6 dedicated memorial forests, to be expended under the supervision of the county board. It  
2.7 must be expended only on projects improving the health and management of the forest  
2.8 resource.

2.9 (ii) The county board may annually by resolution set aside no more than 20 percent  
2.10 of the receipts remaining to be used for the acquisition and maintenance of county parks  
2.11 or recreational areas as defined in sections 398.31 to 398.36, to be expended under the  
2.12 supervision of the county board.

2.13 (iii) Any balance remaining must be apportioned as follows: county, 40 percent;  
2.14 town or city, 20 percent; and school district, 40 percent, provided, however, that in  
2.15 unorganized territory that portion which would have accrued to the township must be  
2.16 administered by the county board of commissioners.

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