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1988 SUPPLEMENT

to

THE 1987 TAX LEVY AUTHORIZATIONS AND LIMITATIONS BOOKLET
(THE BLUE BOOK)

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FOREWORD

The 1988 Supplement is intended to bring the 1987 Tax Levy Authorizations and Limitations booklet (The Blue Book) up to date with changes in the property tax levies made by the 1988 Minnesota Legislature. A revision and publication of the complete Blue Book itself is planned for 1989.

The Supplement follows the same organizational format as that used in the 1987 Blue Book. Each entry in the Supplement is identified with a page number, subsection, and section in the 1987 Blue Book. These references will help you locate where the entry should be inserted or where it replaces a section in the 1987 Blue Book.

The Supplement does not include state laws involving property tax levies of the state government or of cities of the first class (Duluth, Minneapolis, and St. Paul). It also does not reflect any authorizations or limitations on tax levies which may be contained in the charters of second, third, or fourth class cities.

The citations in the Supplement refer to Laws 1988; Minnesota Statutes 1986; or Minnesota Statutes, 1987 Supplement.

INTRODUCTION

MILL RATE, OVERALL LEVY LIMITATION, AND PER CAPITA LAWS

I. GENERAL PROVISIONS ON THE MILL RATE LIMITATIONS

Pages 3-4

MILL RATE CONVERSION: MILL RATE LEVY LIMITS CHANGED TO DOLLARS

All levy limits which are expressed in mill rates are to be converted to dollar limits effective with taxes payable in 1989. The conversion is to be based on payable 1988 data. The 1988 dollar equivalent for a mill rate limit becomes its dollar limit base. This dollar limit base is subject to annual percentage change adjustments based on year to year market value changes in the taxing district. The market values used to make these adjustments are before any modifications for fiscal disparity, tax increment financing, and power line credit value. It is the total market value of real and personal property.

For example, if the total market value for a taxing district increased 5% from payable 1988 to payable 1989, then its payable 1988 dollar limit base would be increased by 5%. Correspondingly, if the total market value were to decrease by 5%, then its dollar limit base would be decreased by 5%.

The market value change adjustments are cumulative from year to year. That is, the payable 1989 dollar limit base is the amount which is adjusted by the payable 1989 to payable 1990 market value change in determining the payable 1990 dollar limit base.

The method for converting a property tax levy limit from mills to dollars for any taxing district subject to a mill rate limitation is to be applied to all taxing districts except those whose mill rate limits use adjusted assessed values determined by the Department of Revenue.

The 1988 laws which require the conversion of levy limits from mills to dollars are listed below:

1. Chapter 719, Article 5, Sections 36: General Application and County CIP Programs:
2. Chapter 675, Sections 7-9, 12-13, and 18-22:
 - a. Metro Council's Right-of-Way Acquisition Fund
 - b. Metro Council's General Purposes Fund
 - c. Regional Transit District's General Purposes Fund
 - d. Metro Mosquito Control Commission

I. GENERAL PROVISIONS ON THE MILL RATE LIMITATIONS

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MILL RATE CONVERSION: MILL RATE LEVY LIMIT CONVERSION EXAMPLE

TAXES PAYABLE 1988

1. Total Real and Personal Assessed Value	\$115,200,000
2. Power Line Credit Value	200,000
3. Tax Increment Captured Assessed Value	25,000,000
4. Fiscal Disparity Contribution Assessed Value	30,000,000
5. Fiscal Disparity Distribution Assessed Value	<u>40,000,000</u>
6. Modified Real and Personal Assessed Value (1-2-3-4+5)	\$100,000,000
7. 1966 Exempt Personal Property Assessed Value (M.S. 275.49)	2,000,000
8. Homestead Assessed Value Adjustment (M.S. 272.13, Subd. 7a)*	<u>48,000,000</u>
9. Mill Rate Limit Assessed Value (6+7+8)	<u>\$150,000,000</u>
10. Mill Rate Limit	2.000 Mills
11. Exempt Class 2 Personal Property Adjustment Factor (M.S. 272.64)	1.050
12. Adjusted Mill Rate Limit (10 x 11)	2.100 Mills
13. Payable 1988 Dollar Limit (9 x 12)	\$ 315,000

TAXES PAYABLE 1989

14. Payable 1988 Dollar Limit Base (13)	\$ 315,000
15. Payable 1988 Total Market Value **	\$500,000,000
16. Payable 1989 Total Market Value **	\$520,000,000
17. Payable 1989/Payable 1988 Market Value Ratio (16/15)	1.040
18. Payable 1989 Dollar Limit (14 x 17)	\$ 327,600

* The following page shows the procedure for determining this adjustment.

** Before valuation adjustments for tax increment, fiscal disparity and power line credit values.

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MILL RATE CONVERSION: HOMESTEAD ASSESSED VALUE ADJUSTMENT

AGRICULTURAL HOMESTEAD ADJUSTMENT TO 33 1/3%

	<u>Market Value</u>	<u>Assessed Value</u>
1. Blind @ 5%	\$ 50,000	\$ 2,500
2. Regular @ 14%	37,837,500	5,297,250
3. Regular @ 18%	76,112,500	13,700,250
4. Total	<u>\$114,000,000</u>	<u>\$19,000,000</u>
5. Total Assessed Value @ 33 1/3%		\$38,000,000
6. Agricultural Assessed Value Adjustment (5-4)		<u>\$19,000,000</u>

RESIDENTIAL HOMESTEAD ADJUSTMENT TO 40%

	<u>Market Value</u>	<u>Assessed Value</u>
7. Blind @ 5%	\$ 100,000	\$ 5,000
8. Regular @ 17%	104,530,000	17,770,100
9. Regular @ 27%	37,870,000	10,224,900
10. Total	<u>\$142,500,000</u>	<u>\$28,000,000</u>
11. Total Assessed Value @ 40%		57,000,000
12. Residential Assessed Value Adjustment (11 - 10)		<u>\$29,000,000</u>
<u>Total Homestead Assessed Value Adjustment (6 + 12)</u>		\$48,000,000

I. GENERAL PROVISIONS ON THE MILL RATE LIMITATIONS

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MILL RATE CONVERSION: COUNTY CIP LEVY LIMIT

Chapter 519 of 1988 Laws provides that all counties except Hennepin can levy 1 mill for the establishment of a capital improvement plan. Hennepin County can levy 0.5 mill for this purpose.

This law was enacted prior to the omnibus tax law and as such does not reflect the change to a tax capacity basis. The omnibus tax law contains an adjustment provision in article 5, section 36, subdivision 3 where the 1 mill is changed to 2.222 mills and Hennepin County's 0.5 mill is changed to 1.111 mills. It further provides that the mill rate levy limit conversion procedure is to be applied to the 2.222 and 1.111 mill rate limits.

The following example shows the procedure to be followed in establishing the dollar limit for the county capital improvement plan levy authorization. It uses the valuation structure from the preceding mill rate conversion example and the 1 mill limit with the adjustment to 2.222 mills.

The mill rate levy limit conversion procedure requires the use of two exempt personal property adjustment factors. One is the assessed value of 1966 exempt personal property (inventory, equipment, farm livestock and farm machinery). The other is one plus the ratio of exempt class 2 personal property assessed value (household goods) to the total assessed value of all property in the last year that class 2 property was taxed.

In the event your county may not have all of this information available, the table following the capital improvement plan levy example contains the information that the Department of Revenue has on file.

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MILL RATE CONVERSION: COUNTY CIP LEVY LIMIT CONVERSION EXAMPLE

TAXES PAYABLE 1988

1. Total Real and Personal Assessed Value	\$115,200,000
2. Power Line Credit Value	200,000
3. Tax Increment Captured Assessed Value	25,000,000
4. Fiscal Disparity Contribution Assessed Value	30,000,000
5. Fiscal Disparity Distribution Assessed Value	40,000,000
6. Modified Real and Personal Assessed Value (1-2-3-4+5)	\$100,000,000
7. 1966 Exempt Personal Property Assessed Value (M.S. 275.49)	2,000,000
8. Homestead Assessed Value Adjustment (M.S. 273.13, Subd. 7a)*	48,000,000
9. Mill Rate Limit Assessed Value (6+7+8)	\$150,000,000
10. Mill Rate Limit (Laws 1988, Chapter 519, Section 2)	1.000 Mills
11. Mill Rate Adjustment Factor (Laws 1988, Chapter 719, Article 5, Section 36, Subd. 3)	0.450
12. Laws 1988 Adjustment Mill Rate (10/11)	2.222 Mills
13. Exempt Class 2 Personal Property Adjustment Factor (M.S. 272.64)	1.050
14. Adjusted Mill Rate Limit (12 x 13)	2.333 Mills
15. Payable 1988 Dollar Limit (9 x 14)	\$ 349,950

TAXES PAYABLE 1989

16. Payable 1988 Dollar Limit Base (15)	\$ 349,950
17. Payable 1988 Total Market Value**	\$500,000,000
18. Payable 1989 Total Market Value**	\$520,000,000
19. Payable 1989/Payable 1988 Market Value Ratio (18/17)	1.040
20. Payable 1989 Dollar Limit (16 x 19)	\$ 363,948

* The Mill Rate Levy Limit Conversion Example shows the procedure for determining this adjustment.

** Before valuation adjustments for tax increment, fiscal disparity and power line credit values.

I. GENERAL PROVISIONS ON THE MILL RATE LIMITATIONS

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MILL RATE CONVERSION: MILL RATE LEVY CERTIFICATIONS

In actual practice, levies are not always certified in dollar amounts. Often they are certified in mill rates. Mill rate levy certification will have to be converted to gross tax capacity rates for taxes payable in 1989. For 1990 and all future years, taxing districts are to be encouraged to certify dollar levy amounts.

Payable 1988 assessed value to gross tax capacity ratios will have to be developed for all taxing districts except schools that certify mill rate levies.

Note: Effective this year, the levy certification deadline is changed from October 10 to October 25. The certification date for special assessments and for the establishment of tax increment districts remains October 10.

Mill rate levy certification is probably most prevalent with townships. The procedures for converting township levies certified as a mill rate are outlined below.

EXAMPLE: CONVERSION OF TOWNSHIP MILL RATE LEVY CERTIFICATIONS

The base year for converting mill rates to gross tax capacity rates is taxes payable in 1988. The township levy certified in mills is to be multiplied by the payable 1988 ratio of assessed value to gross tax capacity in the town. This product multiplied by 10% is the equivalent gross tax capacity rate for the township mill rate. The 10% factor provides an adjustment from mills to a percentage. The following is an example of this conversion procedure.

Taxes Payable 1989

1. Township Mill Rate		5 Mills
2. Payable 1988 Assessed Value	\$60,000,000	
3. Payable 1988 Gross Tax Capacity	\$ 7,200,000	
4. Adjustment Ratio (2 / 3)		8.333
5. Township Gross Tax Capacity Rate (1 X 4 X 10%)		4.167%

Because taxes payable in 1990 are to be based on net tax capacity, a further township rate conversion is required to convert township gross tax capacity rates to net tax capacity rates.

The base year for this conversion is taxes payable 1989. The township gross tax capacity rate is to be multiplied by the payable 1989 ratio of gross tax capacity to net tax capacity.

I. GENERAL PROVISIONS ON THE MILL RATE LIMITATIONS

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The following is an example of this conversion procedure.

Taxes Payable 1990

1. Township Gross Tax Capacity Rate	4.167%
2. Payable 1989 Gross Tax Capacity	\$ 8,000,000
3. Payable 1989 Net Tax Capacity	6,400,000
4. Adjustment Ratio (2 / 3)	1.250
5. Township Net Tax Capacity Rate (1 X 4)	5.209%

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MILL RATE, OVERALL LEVY LIMITATION, AND PER CAPITA LAWS

II. THE OVERALL LEVY LIMITATION

B. DETERMINATION OF THE PAYABLE 1989 OVERALL LEVY LIMIT:

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Laws 1988, Chapter 719, Article 5, Sections 37-42 establish the provisions of the overall levy limit which are effective beginning with taxes payable in 1989. (M.S. 275.50 to 275.56) The new provisions govern the levies of all counties, all cities with a population of 2,500 or more, cities under 2,500 population that receive taconite municipal aid, and towns that receive taconite municipal aid. (M.S. 275.50, Subd. 2)

1. Step #1: Beginning Levy Limit Base for Payable 1989

The first step in the procedure for calculating the overall levy limit for payable 1989 is the determination of the beginning levy limit base. This step begins with the local unit's total payable 1988 levy from line 1 of the payable 1988 Form 280. This includes the local unit's special levies for payable 1988 as well as its levy subject to the overall levy limit for payable 1988.

Three adjustments are then made to the total levy. First, the total levy is reduced by the following special levies claimed for payable 1988: (a) debt service, (b) unfunded accrued liability of public pension funds, (c) social services programs (including administrative costs), and (d) income maintenance programs (excluding administrative costs). (M.S. 275.51, Subd. 3f)

Second, the total levy of counties and cities who are participating members of a regional library system receiving grants from the Department of Education pursuant to M.S. 134.34 must also be reduced by the amount levied for the operating costs of public library service for payable 1988. This is necessary in order for these qualifying counties and cities to claim the amount levied for the operating costs of public library service for payable 1989 as a special levy outside of their overall levy limit. (Laws 1988, Chapter 720)

Finally, the balance of the total payable 1988 levy after subtracting the special levies and the library levies is then increased by the sum of several state aids and reimbursements received in 1988. These amounts include: (a) Local Government Aid, (b) taconite aid, (c) wetlands reimbursement, and (d) native prairie reimbursement. The result of the three adjustments described above is the beginning levy limit base. (M.S. 275.51, Subd. 3f)

II. THE OVERALL LEVY LIMITATION

B. DETERMINATION OF THE PAYABLE 1988 OVERALL LEVY LIMIT:

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2. Step #2: Final Adjusted 1989 Levy Limit Base

The second step in the calculation procedure consists of four adjustments to the beginning levy limit base for payable 1989.

a. The Inflation Factor:

First, the beginning levy limit base for payable 1989 is increased by an inflation factor of 4% which was set by the 1988 legislature in the overall levy limit law. (M.S. 275.51, Subd. 3h)

b. The Growth Factor:

Second, the inflation-adjusted beginning base is increased by a growth adjustment which is equal to the greater of the percentage increase in population or in the number of households between 1987 and 1988. For the local units within the seven-county metropolitan area, the 1987 and 1988 population and household estimates are those made by the Metropolitan Council for April 1, 1987 and April 1, 1988, respectively. The estimates for the local units outside of the seven-county metropolitan area are those made by the State Demographer for April 1, 1986 and April 1, 1987, respectively. If a local unit had a special federal census taken on or before July 1, 1988, the results of the special federal census are used for the 1988 estimates. (M.S. 275.51, Subd. 3h)

c. Adjustment for Surplus Funds:

Third, a local unit may apply to the Department of Revenue for an adjustment to its beginning levy limit base for the amount of reserve funds that were used to reduce any payable 1988 levies subject to the payable 1988 overall levy limitation. Both planned and unplanned use of reserve funds qualify for the base adjustment by application. The amounts which are granted by the Department of Revenue will be added to the beginning base after the inflation and growth adjustments. This adjustment for surplus funds is available only for payable 1989. (M.S. 275.51, Subd. 3j)

d. Adjustment by Referendum:

The fourth adjustment is for a permanent, dollar increase in the local unit's levy limit base approved at a referendum held between October 1, 1987 and September 30, 1988 as authorized under M.S. 275.58. (M.S. 275.51, Subd. 3h).

The result of adjusting the Beginning Levy Limit Base for payable 1989 for the growth factor, the inflation factor, the use of surplus funds, and the referendum is the Final Adjusted 1989 Levy Limit Base.

II. THE OVERALL LEVY LIMITATION

B. DETERMINATION OF THE PAYABLE 1988 OVERALL LEVY LIMIT:

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3. Step #3: Adjustment for 1989 State Aids:

As a third and final step in the procedure for calculating the levy limit for payable 1989, the Final Adjusted 1989 Levy Limit Base is reduced by the sum of the 1989 state aids. The following state aids are included in the adjustment: (1) Local Government Aid, and (2) taconite aid. The adjustment does not include wetlands and native prairie reimbursements because they were repealed after 1988. The last payments were made in 1988.

4. Step #4: Payable 1989 Overall Levy Limitation:

The resulting figure after subtracting the 1989 state aids from the Final Adjusted 1989 Levy Limit is the payable 1989 Overall Levy Limitation.

C. SPECIAL LEVIES AUTHORIZED FOR PAYABLE 1989

Pages 7-8

Most of the special levies that existed for payable 1987 and before have been repealed. The remaining special levies authorized beginning with payable 1989 are the same as those that were available for payable 1988 with a few changes.

1. The special levies continued from payable 1987 and available for payable 1988 are outlined below: (M.S. 275.50, Subd. 5)

- (a) Clause A: County levies for social services including costs of administration and income maintenance programs excluding costs of administration. The 18% cap on the increases in the levies for the above programs (excluding general assistance, general assistance medical care, and hospitalization of indigents) is maintained.
- (b) Clause B: A levy to pay the cost of the principal and interest on bonded indebtedness.
- (c) Clause C: A levy to pay the cost of the principal and interest on certificates of indebtedness.
- (d) Clause D: A levy to pay the cost of the principal and interest on state issued armory construction bonds.
- (e) Clause E: A levy to pay the bonded indebtedness portion of payments made to another political subdivision of the state of Minnesota.

II. THE OVERALL LEVY LIMITATION

C. SPECIAL LEVIES AUTHORIZED FOR PAYABLE 1989

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- (f) Clause H: A levy to reduce the unfunded accrued liability of public pension funds to the extent of the increase over 106% of the amount levied for that purpose for payable 1977.
2. Two special levies continued from payable 1987 but not available for payable 1988 are outlined below: (M.S. 275.50, Subd. 5)
 - (a) Clause F: Any levies to correct a county auditor's error of omission in the levy certified to the county auditor.
 - (b) Clause G: Any levies to correct a clerk's error of omission in the levy certified to the county auditor.
 3. Two new special levies available beginning with payable 1989 are outlined below: (M.S. 275.50, Subd. 5)
 - (a) Clause I: A levy to reimburse the state for the cost of a reassessment ordered by the Department of Revenue pursuant to M.S. 270.16.
 - (b) Clause J: A levy to pay the debt service on tax increment financing revenue bonds to the extent that the revenues are insufficient to pay the bonds or to maintain reserves for the bonds as a result of the provisions of Laws 1988, Chapter 719, Article 5. The main purpose of this special levy is to compensate for the loss of tax increment due to the disparity reduction aid.
 4. Special Laws and the Overall Levy Limit:
 - (a) All levies authorized outside of the overall levy limitation by special laws enacted by the state legislature before the 1988 Omnibus Tax Law are not to be treated as "special levies" and are subject to the overall levy limitation beginning with payable 1989. (M.S. 275.51, Subd. 3i as amended by Laws 1988, Chapter 719, Article 5, Section 41)

An exception to the above rule is a levy for any purpose which is already included as a "special levy" under the 1988 Omnibus Tax Law and outlined above. An example is a levy for paying the principal and interest on general obligation bonds.
 - (b) All levies authorized outside of the overall levy limitation by special laws enacted by the 1988 state legislature on the same day or after the enactment of the 1988 Omnibus Tax Law are to be treated as "special levies" and are exempt from the overall levy limitation beginning with payable 1989.

II. THE OVERALL LEVY LIMITATION

C. SPECIAL LEVIES AUTHORIZED FOR PAYABLE 1989

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The two examples which qualify as "special levies" under the above rule are outlined below:

(1) Laws 1988, Chap. 720: Public Libraries

Levies authorized under M.S. 134.34 for the operating costs of public library service by counties and cities which are members of a regional library system that is receiving grants from the Department of Education under M.S. 134.34 are exempt from the overall levy limitation.

(2) Laws 1988, Chap. 719, Art. 14: Special Service Districts

Levies for the costs of special services within a special service district by a city which has been granted the authority to set up a special service district by special law are exempt from the overall levy limitation. This exemption applies to all cities regardless of whether their districts were set up before or during the 1988 legislative session.

II. THE OVERALL LEVY LIMITATION

E. PAY EQUITY NONCOMPLIANCE LEVY LIMITATION

Page 8 - Laws 1988, Chapter 702, Section 15

A city or a county which employs ten or more people and did not submit a report required under M.S. 471.998 must submit a pay equity compliance report to the Department of Employee Relations by October 1, 1988. If the October 1, 1988 deadline is not met, the city or county is subject to the more restrictive levy limitations outlined below for taxes payable in 1989.

This levy limit penalty for noncompliance with the pay equity law takes precedent over the overall levy limitation for payable 1989 for all counties and for cities with a population of 2,500 or more. The overall levy limitation takes precedent over the noncompliance levy limit penalty to the extent that the levy limit penalty cannot allow a larger levy limit than the overall levy limit law.

The steps in the calculation of the noncompliance levy limit penalty are the same as the overall levy limit except for the following more restrictive limits:

1. The inflation adjustment is 3% instead of 4%.
2. Adjustments are not allowed for the use of surplus funds and by referendum.
3. Special levies are not allowed for an auditor's or clerk's error, the cost of reassessment ordered by the Department of Revenue, a deficiency in TIF revenue bonds, and additional levies authorized by referendum.

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MILL RATE, OVERALL LEVY LIMITATION, AND PER CAPITA LAWS

III. \$54 PER CAPITA LEVY LIMITATION

Pages 9-10

For taxes levied in 1988, payable in 1989, the per capita limitation is \$281.88 (\$54 plus \$227.88 which is the cost of living adjustment in 1988/1989) as calculated below:

1.	Consumer Price Index for Minneapolis/St. Paul, January, 1988 (1982-1984 = 100)	113.2
2.	Adjustment factor to convert from 1982-1984 to 1947-1949 base	.2219460
3.	Consumer Price Index for Minneapolis/St. Paul, January, 1988 (1947-1949) = 100 (113.2 divided by .2219460)	510
4.	Index points above 102 (510 minus 102)	408
5.	Percentage for first six index points above 102 (3 1/3% times 6)	20%
6.	Percentage for remaining index points above 102 (1% times 402)	402%
7.	Total percentage increase in the \$54 per capita levy limitation (20% plus 402%)	422%
8.	Cost-of-living adjustment (422% of \$54)	\$227.88
9.	Total payable 1989 per capita limitation (\$54 plus \$227.88)	<u>\$281.88</u>

SECTION II

COUNTY TAX LEVIES

<u>B. Special Purposes</u> <u>General Application</u>	<u>Citation</u>	<u>Authorization-Limitation</u>
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Building fund.....	L. 1988, C. 519, Sec. 1; M.S. 1986, 373.25	Amount necessary. (1988 law added Hennepin and St. Louis Counties.)
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Capital Improvement Plan: Bonds and/or current financing (except Hennepin and Ramsey).....	L. 1988, C. 519, Sec. 2	1.0 mill. Only levies for principal and interest on bonds are exempt from overall levy limit.** (Codified as M.S. 373.40)
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Library, regional: Participating members...	L. 1988, C. 720, Sec. 1; M.S. 1987, 134.34; M.S. 1986, 134.20	Amount necessary for minimum support of regional system and any additional support for public libraries by a member of regional system.**
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<u>C. Special Purposes</u> <u>Particular Counties</u>	<u>Citation</u>	<u>Authorization-Limitation</u>
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Cook Joint Economic Development Authority (EDA).....	L. 1988, C. 516, Sec. 6; L. 1988, C. 719, Art. 19, Sec. 27	0.75 mill as authorized by M.S. 469.107. The city of Grand Marais is not authorized to levy for the Joint EDA.
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** Levy may be made in excess of limitations in 275.50 to 275.56.

SECTION II

COUNTY TAX LEVIES

<u>C. Special Purposes</u> <u>Particular Counties</u> (Continued)	<u>Citation</u>	<u>Authorization-Limitation</u> (Page 2)
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Hennepin

Capital Improvement Plan:
Bonds and/or Current
Financing.....

L. 1988, 0.5 mill. Only levies for
C. 519, principal and interest on
Sec. 2; bonds are exempt from
overall levy limit.**
(Codified as M.S. 373.40)

Health services building:
Bonds.....

L. 1988, Levy for principal and
C. 519, interest on up to \$16,000,000
Sec. 5; in bonds must be included in
L. 1988, county's 0.5 mill levy limit
C. 719, under CIP plan-- L. 1988,
Art. 19, C. 519, Sec. 2 (codified as
Sec. 28 M.S. 373.40)

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Itasca

Economic development....

L. 1988, 1.0 mill upon guarantee of
C. 517 matching funds equal to county
levy. Subject to reverse
referendum before October 1 of
first levy year.

** Levy may be made in excess of limitations in 275.50 to 275.56.

SECTION II

COUNTY TAX LEVIES

<u>C. Special Purposes</u> <u>Particular Counties</u> (Continued)	<u>Citation</u>	<u>Authorization-Limitation</u> (Page 3)
Page 32-34		
Ramsey		
Capital Improvement Plan:		
Bonds and Current		
Financing.....	L. 1988, C. 519, Sec. 2	1.0 mills. Only levies for principal and interest on bonds are exempt from overall levy limit.** (Codified as M.S. 373.40)
Bonds only.....	L. 1988, C. 519, Sec. 2; L. 1988, C. 719, Art. 19, Sec. 20	1.2 mills. However, total amount levied for bonds must be subtracted from 1.0 mill limit to arrive at amount of levy limit remaining for current financing.** (Codified as M.S. 373.40)
St. Paul City Hall and County Courthouse:		
Bonding.....	L. 1988 C. 601, Sec. 2	County must set up joint powers agreements with St. Paul to issue bonds for work on city hall/courthouse.**
St. Paul-Ramsey Medical Center:		
Bonds issued by St. Paul.....	L. 1988, C. 601, Sec. 3	Amount necessary to pay principal and interest on remaining bonds issued by St. Paul under L. 1957, C. 938, Sec. 6.**
Union Depot Concourse:		
Bonds.....	L. 1988, C. 719, Art. 19, Sec. 32	Amount necessary to pay principal and interest on up to \$2,000,000 in bonds upon guarantee of \$500,000 from non-public sources.**

** Levy may be made in excess of limitations in 275.50 to 275.56.

SECTION II

CITY TAX LEVIES

<u>C. Special Purposes</u> <u>General Application</u>	<u>Citation</u>	<u>Authorization-Limitation</u>
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Library, regional:		
Participating members....	L. 1988, C. 720, Sec. 1; M.S. 1987, 134.34; M.S. 1986, 134.20	Amount necessary for minimum support of regional system and any additional support for public libraries by a member of regional system.**
Special Service Districts:		
Cost of special services.....	L. 1988, C. 719, Art. 14, Sec. 3	Amount necessary to pay for special services authorized within the district.** (Codified as M.S. 428A.03)
Bonds for district improvements.....	L. 1988, C. 719, Art. 14, Sec. 5	Amount necessary to pay principal and interest on bonds issued by city.** (Codified as M.S. 428A.06)

<u>D. Special Purposes</u> <u>Charter Cities</u>	<u>Citation</u>	<u>Authorization-Limitation</u>
Page 51		
Equipment capital notes.....	L. 1988, C. 702, Sec. 2	Amount necessary for principal and interest on notes as authorized under M.S. 412.301 for statutory cities.**

** Levy may be made in excess of limitations in 275.50 to 275.56.

SECTION II

CITY TAX LEVIES

<u>F. Special Purposes</u>		
<u>Particular Cities</u>	<u>Citation</u>	<u>Authorization-Limitation</u>

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Cannon Falls

Port authority:

General purpose.....	L. 1988, C. 702, Sec. 17-18	0.75 mill upon request of port authority as authorized by M.S. 469.053, Subd. 4-5.
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Industrial Develop- ment District.....	L. 1988, C. 702, Sec. 17-18	7/60 mill for Industrial Development District as authorized under M.S. 469.053, Subd. 6. (7/60 mill is in addition to 3/4 mill authorized above.)
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Grand Marais

Joint Economic Development
Authority (EDA).....

L. 1988, C. 516, Sec. 6; L. 1988, C. 719, Art. 19, Sec. 27	The city of Grand Marais is not authorized to levy for Joint EDA with Cook County. Cook County may levy 0.75 mill for Joint EDA as allowed under M.S. 469.107.
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Jordan

Tax anticipation
certificates.....

L. 1988, C. 540	Amount necessary to pay principal and interest on certificates issued for \$375,000 in anticipation of taxes levied in 1987 and for \$300,000 in anticipation of taxes levied in 1988.
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** Levy may be made in excess of limitations in 275.50 to 275.56.

SECTION II

CITY TAX LEVIES

<u>F. Special Purposes</u> <u>Particular Cities</u> (Continued)	<u>Citation</u>	<u>Authorization-Limitation</u> (Page 2)
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Little Falls Refunding bonds.....	L. 1988, C. 719, Art. 19, Sec. 29	Amount necessary to pay principal and interest on up to \$3,300,000 in bonds used to refund city's general obligation tax increment financing bonds of 1985.**
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Redwood Falls		
Port authority:		
General purpose.....	L. 1988, C. 702, Sec. 17-18	0.75 mill upon request of port authority as authorized by M.S. 469.053, Subd. 4-5.
Industrial Development District.....	L. 1988, C. 702, Sec. 17-18	7/60 mill for Industrial Development District as authorized under M.S. 469.053, Subd. 6. (7/60 mill is in addition to 3/4 mill authorized above.)

Robbinsdale		
Special Service District:		
Cost of special services.....	L. 1988, C. 719, Art. 15	Amount necessary to pay for special services authorized within the district under L. 1988, C. 719, Art. 14, Sec. 3 (Codified as M.S. 428A.03).**
Bonds for district improvements.....	L. 1988, C. 719, Art. 15	Amount necessary to pay principal and interest on bonds issued by city for district improvements as authorized under L. 1988, C. 719, Art. 14, Sec. 5 (Codified as M.S. 428A.06).**

** Levy may be made in excess of limitations in 275.50 to 275.56.

SECTION II

CITY TAX LEVIES

<u>F. Special Purposes</u> <u>Particular Cities</u> (Continued)	<u>Citation</u>	<u>Authorization-Limitation</u> (Page 3)
Page 67		
Shafer		
Municipal building bonds.....	L. 1988, C. 719, Art. 19,	Amount necessary to pay principal and interest on up to \$40,000 in bonds for construction of municipal building.**
Page 70		
White Bear Lake		
Special Service District: Cost of special services.....	L. 1988, C. 719, Art. 18	Amount necessary to pay for special services authorized within the district under L. 1988, C. 719, Art. 14, Sec. 3 (Codified as M.S. 428A.03).**
Bonds for district improvements.....	L. 1988, C. 719, Art. 18	Amount necessary to pay principal and interest on bonds issued by city for district improvements as authorized under L. 1988, C. 719, Art. 14, Sec. 5 (Codified as M.S. 428A.06).**

** Levy may be made in excess of limitations in 275.50 to 275.56.

SECTION III

TOWN TAX LEVIES

<u>C. Special Purposes Particular Towns</u>	<u>Citation</u>	<u>Authorization-Limitation</u>
Page 81		
Irondale		
General purpose levy limit.....	L. 1988, C. 475	Repeals L. 1971, C. 336 which limited Irondale's levy for general purposes to one and 2/3rds mills.
Page 82		
White Bear		
Economic Development Authority (EDA).....	L. 1988, C. 678	0.75 mill as authorized for a city under M.S. 469.107 to be used for EDA purposes only.

SECTION IV

SCHOOL DISTRICT LEVIES

General Provisions

Initial Levy Limitations

General Education Revenue

Citation

L.1988, Ch. 718,
Article 1,
Section 1
(M.S. 124A.22)

Authorizations and Limitations

General Education revenue for a district equals the sum of the district's basic revenue, compensatory education revenue, training and experience revenue, sparsity revenue, and supplemental revenue.

Basic Revenue: Formula allowance times actual (Weighted ADM) pupil units. Formula allowance for 1989-90 is \$2,800.

Compensatory Education Revenue: Formula allowance times AFDC pupil units (includes concentration units only).

Training and Experience Revenue: District training and experience index minus 1.6, times the product of \$700 times actual pupil units.

Sparsity Revenue: Formula allowance, times secondary average daily membership (ADM), times $(400 - \text{secondary ADM}) / (400 + \text{secondary ADM})$, times lesser of one or $(\text{Isolation Index} - 23) / 10$.

Supplemental Revenue: Supplemental revenue ensures that each district will receive at least \$105 more in general education revenue per pupil unit in the current year than it received in F.Y. 1988 under the programs folded into the general education revenue formula. A district's supplemental revenue allowance equals the district's F.Y. 1988 revenue per actual pupil unit under the previous formulas, plus \$105, minus the district's general education revenue, including supplemental revenue, per actual pupil unit for the current year.

General Education Levy	L.1988, Ch. 718, Article 1, Section 4 (M.S. 124A.23)	a) The general education mill rate times the 1987 adjusted assessed valuation (AAV) of the district. The general education mill rate shall be established by the Commissioner of Revenue by September 1, such that the state total general education levy will equal \$1,100,580,000.
	or	or
General Education Levy; Districts "Off-the-Formula"	L.1988, Ch. 718, Article 1, Section 7 (M.S. 124A.24)	b) If a) above is greater than the district's estimated general education revenue, excluding supplemental revenue, then the levy limitation equals the sum of the district's estimated general education revenue, excluding supplemental revenue, and the aid reduction for general education levy equity, less the county apportionment deduction. (The aid reduction for general education levy equity is equal to one-third of the difference between: a) the general education mill rate times the district's 1987 AAV, and b) the district's general education revenue, excluding supplemental revenue.) However, in no case may the levy be more than the general education mill rate times the previous year's AAV.
Reduction for Attached Machinery Aid	M.S. 273.138, Subd. 6	c) The limitation computed in a) or b) above is reduced by the amount of attached machinery aid due the district for 1989-90.
Supplemental Levy	L.1988, Ch. 486, Section 62 (M.S. 124A.23)	A district may levy an amount equal to the lesser of: a) the district's supplemental revenue, or b) its supplemental revenue times the ratio of its general education levy to its general education revenue, excluding supplemental revenue.
Maintenance Referendum	M.S. 124A.03, Subd. 2	Amount approved by the voters of the district at referendum called for the purpose. This limitation is subject to revocation or reduction by a future referendum after the levy has been made at least once. A district is permitted to hold only two referendum elections for an increase to begin in any school year.
General Education Levy Fund Balance Provision	M.S. 124A.26	Reduces a district's general education revenue (aid and levy) by the amount of any unappropriated operating fund balance in excess of \$600 per actual pupil unit. The reduction is made proportionally from aid and levy.
Exceptional Need Revenue	M.S. 124.217	To qualify, a district must meet all of the following criteria: 1) more than 17 ADM per FTE licensed staff, 2) more than 6 mill referendum levy, 3) more than 50 mill total certified levy, 4) AAV per WADM below \$38,500 5) undesignated operating fund balance below \$100 times WADM. For qualifying districts, revenue = \$75 x 1989-90 WADM.

Exceptional Need Levy	M.S. 275.125, Subd. 6f	A district may levy the lesser of: a) the exceptional need revenue, or b) the exceptional need revenue times the ratio of the district's 1987 AAV per 1989-90 WADM to the equalizing factor.
Equalizing Factor	L.1988, Ch. 486, Section 46 (M.S. 124A.02)	The equalizing factor is the ratio, rounded to the nearest dollar, of the formula allowance to the general education mill rate for the corresponding year.
Operating Debt Levy	M.S. 275.125, Subd. 9b and L.1987, Ch. 398, Article 6, Section 16	A district may levy the lesser of: a) 1.5 mills times the 1987 AAV of the district (4.0 mills for ISD 712, Buhl-Mountain Iron), or b) The greater of: (i) The amount needed to retire the deficit in the district's operating funds as of June 30, 1983, not to exceed the district's state aid reductions in F.Y. 1983, or (ii) the amount needed to retire the deficit in the district's general fund as of June 30, 1985.
Program Improvement Levy	M.S. 275.125, Subd. 8d	Districts receiving program improvement grants must levy the lesser of: a) .5 mill times the district's AAV, or b) an amount equal to the district's share of the grant.
Maintenance Unemployment Insurance	M.S. 275.125, Subd. 4	Amount needed to eliminate a negative balance projected for June 30, 1990, in the General Fund Account reserved for unemployment insurance pursuant to 268.06, Subd. 25 and for payment for services provided under M.S. 268.08.
Maintenance Statutory Operating Debt (Districts in Statutory Operating Debt)	M.S. 275.125, Subd. 9a	1.5 mills times the 1987 AAV of the district or the amount needed to retire the Statutory Operating Debt, whichever is less.
Maintenance Judgment	M.S. 275.125, Subd. 4	Amount of the judgment (including interest) the district is obliged to pay pursuant to M.S. 127.05.
Maintenance State Audit	M.S. 275.125, Subd. 4 and M.S. 6.62, Subd. 1	Amount needed to pay for post audits by State Auditor pursuant to M.S. 6.62. (Excludes audits requested by the school board.)
Maintenance Consolidation	M.S. 275.125, Subd. 4	Amount needed for approved reorganizational expenditures pursuant to M.S. 122.533.
Special Education Levy	M.S. 275.125 Subd. 8c	Amount equal to the difference between: (a) 66 percent of salaries paid to essential licensed special education and secondary vocational handicapped program personnel; and (b) the state aid paid for salaries of these personnel under M.S. 124.32 and 124.574; plus an amount equal to the difference between: (a) 61 percent of the salaries paid to limited English proficiency program personnel; and

Interdistrict Cooperation	L.1988, Ch. 718, Article 6, Section 21	<p>(b) the state aid paid for salaries of these personnel under M.S. 124.273.</p> <p>A district, excluding special district #1, independent districts 11, 625 and 709, and districts that are members of intermediate districts 287, 916, or 917, may levy up to 1 mill times the 1987 AAV of the district if it:</p> <p>(a) is a member of an education district that does not receive education district revenue; or</p> <p>(b) is not a member of an education district and it has a cooperation agreement with other districts to expand curricular offerings.</p>
Transportation Basic	L.1988, Ch. 718, Article 2, Section 6 (M.S. 275.125, Subd. 5)	The basic transportation mill rate times the 1987 AAV of the district. The basic transportation mill rate shall be established by the Commissioner of Revenue by September 1, such that the state total basic transportation levy will equal \$72,681,200 (approximately 2.3 mills).
Transportation Nonregular	M.S. 275.125, Subd. 5c	<p>Estimated cost of nonregular transportation in 1989-90 less state nonregular transportation aid, times the 1989-90 equalizing ratio.</p> <p>a) Nonregular transportation includes the following transportation categories: summer school, handicapped, desegregation, noon kindergarten, late activity bus, between schools, shared-time, vocational center, cooperative academic, nonpublic health and guidance, board and lodging, and to and from board and lodging facility.</p> <p>b) Nonregular basic aid equals 60% of the 1989-90 nonregular cost which exceeds \$30 times the district's 1989-90 total (WADM + AFDC) pupil units.</p> <p>c) The equalizing ratio is the lesser of one or the ratio of the district's 1987 AAV per 1989-90 total pupil unit to \$83,800.</p>
Transportation Excess	M.S. 275.125, Subd. 5e	Estimated 1989-90 average cost per pupil transported in the regular, traffic hazards and 1- to 2-mile secondary categories combined times estimated number of pupils transported in the traffic hazards and 1- to 2-mile secondary categories, plus estimated 1989-90 cost for adult crossing guards.
Transportation Bus-Purchase	M.S. 275.125, Subd. 5f	Amount needed for pupil transportation vehicle expenditures less bus depreciation aid and other revenue. The levy limitation is equal to the amount needed to eliminate the June 30, 1990, projected negative balance in the reserved Transportation Fund account for Bus Purchases.

Transportation Leased Facilities	M.S. 275.125, Subd. 5a	Amount of increased costs resulting from changes in transportation patterns required by leasing a school in another district.
Transportation Contracted Services	M.S. 275.125, Subd. 5g	Amount equal to the contracted services aid subtraction for school year 1988-89 as defined in 124.225, Subd. 8k.
Community Service	M.S. 275.125, Subd. 8	For districts without a youth development plan: the lesser of 0.8 mill times the district's 1987 AAV, or the greater of \$5.50 times the population of the district or \$7,340. For districts with a youth development plan: the lesser of 0.8 mill times the district's 1987 AAV, or the greater of \$6.00 times the population of the district or \$8,000.
Grandfather Levy	M.S. 275.125, Subd. 8	If a district's maximum permissible revenue for fiscal year 1983 from community education aid and levy was more than the greater of \$5 per capita or \$7,000, the district may levy the amount of that excess.
Adult Handicapped	M.S. 275.125, Subd. 8	The lesser of \$30,000 or expenditures for approved programs minus state aid paid.
Early Childhood & Family Education	M.S. 275.125, Subd. 8b	The lesser of 0.5 mill times the district's 1987 AAV, or \$84.50 times the greater of 150 or the number of people under five years of age residing in the district on September 1, 1988.
Adult Basic & Continuing Education	M.S. 275.125, Subd. 8	A district having an approved adult basic and continuing education program may levy up to 0.1 mill times the AAV of the district for the preceding year.
Capital Expenditure Equipment	L.1988, Ch. 718, Article 8, Section 5 (M.S. 124.244, Subd. 2)	\$70 times 1989-90 actual (WADM) pupil units times the lesser of 1 or the ratio of the district's 1987 AAV per 1989-90 WADM to 75 percent of the equalizing factor.
Capital Expenditure Facilities	L.1988, Ch. 718, Article 8, Section 4 (M.S. 124.243)	\$137 times 1989-90 actual (WADM) pupil units, times the lesser of 1 or the ratio of the district's 1987 AAV per 1989-90 WADM to 75 percent of the equalizing factor. A district may allocate a portion of this levy to the debt redemption fund. The debt service levy is reduced by the amount of the levy allocated to the debt redemption fund.
Capital Expenditure--Health & Safety	L.1988, Ch. 718, Article 8, Section 19 (M.S. 124.83)	Approved cost of health and safety plan for 1989-90, minus unexpended portion of previous hazardous substance levies, times the lesser of 1 or the ratio of district's 1987 AAV per 1989-90 WADM pupil unit to 75 percent of the equalizing factor.
		The health and safety capital expenditure levy is reduced (not below zero) by amount of proceeds from sale or exchange of building or property deposited in Capital Expenditure Fund pursuant to 123.36, Subd. 13, Clause (2).

Energy Conservation (Districts receiving energy conservation loans pursuant to M.S. 116J.37 or M.S. 298.292 to 298.298)	M.S. 275.125, Subd. 12a	Amount needed to repay principal and interest on energy conservation loans.
Capital Expenditure--Leased School Buildings	L.1988, Ch. 718, Article 8, Sections 21 and 25	In 1988 only, a district may levy the amount the district would have been authorized to levy in 1987 for the cost of renting or leasing buildings if M.S. 275.125, Subd. 12 had not been repealed. In 1988 and each year thereafter, a district may levy for the approved cost of renting or leasing buildings for secondary vocational cooperative programs.
Capital Expenditure AVTI Construction ... (Districts maintaining a post-secondary area vocational-technical institute)	M.S. 275.125, Subd. 14A	Local share of the cost of construction authorized by state for post-secondary vocational purposes, minus the amount of any unappropriated net balance in the district's post-secondary vocational/technical building fund (subject to public notice and referendum if called for by petition.) A district may levy the total amount authorized in this subdivision in one year or a proportionate amount of the total each year for up to three successive years.
General and AVTI (Area Vocational Technical Institute) Debt Service	M.S. 275.125, Subd. 4 and M.S. 475.61	Between 105% and 106% of the amount needed to pay principal and interest when due. Bond schedule states the amount to be levied. Levy may be reduced for surplus funds on hand or funds irrevocably appropriated to the Debt Service Fund.
Down Payment Levy	L.1988, Ch. 718, Article 8, Sections 18, 20 (M.S. 275.125, Subd. 4e)	Amount approved by the voters of the district in a facilities down payment referendum. The approved mill rate applied to the taxable valuation of the district.
Additional Debt Service Equipment Levy ..	L.1988, Ch. 718, Article 8, Section 6 (M.S. 124.2445)	Between 105% and 106% of the amount needed to pay principal and interest on certificates of indebtedness or capital notes for the purchase of equipment when due. The district's capital expenditure equipment levy is reduced by the amount levied for this purpose.
AVTI Maintenance-Unemployment Insurance .	M.S. 275.125, Subd. 4	The estimated amount needed for payments for unemployment compensation insurance pursuant Minnesota Statutes 268.06, Subd. 25. The levy limitation is equal to the amount needed to eliminate the negative balance in the AVTI General Fund account reserved for unemployment insurance, projected for June 30, 1990.
Special Provisions		
Initial Levy Limitations		
Reorganized Districts	M.S. 122.531, and M.S. 275.125, Subd. 4	Special computations of factors in levy limitations for reorganized districts are prescribed by 122.531 and the levies are authorized by 275.125, Subd. 4.

Maintenance Severance (District 625, St. Paul)	L.1975, Ch. 261, Section 4	0.2 mill times the most recent assessed valuation of the district with adjustments pursuant to M.S. 273.13, Subd. 7a, 275.49, and 473F.08.
Maintenance Statutory Operating Debt (District 625, St. Paul)	L.1976, C.20 Section 4, and L.1984, Ch. 463, Article 7, Section 24	1.5 mills times the AAV of the district reduced by the amount to be levied for certain bonds issued.
Maintenance Retirement (Special District 1, Minneapolis)	M.S. 275.125, Subd. 6a Clause 2	In 1979 and thereafter, the amount levied for retirement in 1978 under this clause, reduced each year by 10% of the difference between the amount levied for retirement in 1971 under M.S. 1971, 275.127 and 422.01 to 422.54 and the amount levied for retirement in 1975 under M.S. 1974, 275.127 and Chapter 422A.
Maintenance Health Insurance Subsidy (Special District 1, Minneapolis)	M.S. 275.125, Subd. 6h	0.1 mill times the 1987 AAV.
Rule Compliance (Desegregation) Levy	L.1988, Ch. 718, Article 6, Section 21 (M.S. 275.125, Subd. 6i	1.0 mill times the 1987 AAV of the district for Minneapolis and Duluth school districts; 2.0 mills times the 1987 AAV of the district for the St. Paul school district.
Cooperative Secondary Facilities Severance Levy	L.1988, Ch. 718, Article 8, Section 16	Amount necessary to pay district share of severance pay and early retirement incentives for teachers placed on unrequested leave as a result of a cooperative secondary facility agreement.
General Debt Service for Districts with State Loans Held by the State Board of Investment	M.S. 475.73	County Auditor levies for the school district 50% in excess of the amount certified by the State Auditor.
General Debt Service (Building Bonds for Districts 319, 692, 703, and 710)	L.1967, Ch. 356	A large part of the debt service funds come from taconite companies instead of the general ad valorem levy.
AVTI Maintenance Secondary Vocational ... (Districts 287, 916, and 917)*	M.S. 136D.27, .. M.S. 136D.74, and 136D.87	0.7 mill times the AAV of the district for the preceding year.
AVTI Maintenance Special Education (Districts 287, 916, and 917)	M.S. 136D.27, 136D.74, and 136D.87	0.6 mill times the AAV of the district for the preceding year.
Dissolved District Liabilities	M.S. 275.125, Subd. 4	The county auditor pursuant to 122.45 shall levy on the territory of the dissolved district the amount of the dissolved district's net liabilities. This levy in any year shall not make up more than 1/6 of the total school district levy in the dissolved district's territory.

* Districts 287, 916 and 917 are intermediate area vocational/technical school districts. District 287 extends over the same territory as districts 270, 271, 272, 273, 276, 277, 278, 279, 280, 281, 283, 284, and 286. District 916 extends over the same territory as districts 12, 16, 621, 622, 623, 624, 832, 833 and 834. District 917 extends over the same territory as districts Sp. 6, 191, 192, 194, 195, 196, 197, 199 and 200.

**General and Special Provisions
Levy Limitation Adjustments**

Abatements	M.S. 275.48	A district may levy the amount by which school taxes have been reduced by a reduction of valuation after levy was spread, less the state aid receivable for this reduction. The abatement levy for each fund is treated as an adjustment component of the maximum levy limitation for that fund.
Taconite and Taconite Replacement Adjustment	M.S. 275.125, Subd. 9	Levy Limitations (excluding Maintenance Statutory Operating Debt, Maintenance Referendum, and Debt Service) are reduced by the greater of 50% or one minus the ratio of the 1986 payable 1987 referendum and tier levy limitations to the total 1986 payable 1987 levy limitation times the previous fiscal year's taconite and taconite replacement payments. (Maintenance general education limitation cannot be reduced below 12.5 mills times the district's AAV for the preceding year by this adjustment.)
Debt Service Surplus	M.S. 475.61, Subd. 4	Maintenance general education limitation reduced by the amount of debt service surplus remaining when all debt service obligations were retired, that was transferred to the General Fund during the preceding fiscal year.
Transportation Off-Formula Adjustment ...	M.S. 275.125, Subd. 5b	Current levy adjusted for prior year Transportation Basic levy revenue greater than entitlement established by aid computations in 124.225, Subd. 8b-8h.
Excessive Levy	M.S. 275.125, Subd. 15	Adjustments for prior levies found to be excessive because of a tax court decision or an EARC redetermination, or for any other reason.
Levy Errors and Errors of Estimation	M.S. 275.125, Subds. 10, 16, and 20	Adjustments for departmental errors in the computation of levy limitations or County Auditor errors, and for errors in estimates of pupil units or approved costs used to calculate prior year limitations.

**General Provisions
Minimum Levy Limitations**

Maintenance		
General Education	L.1988, Ch. 486, Section 64 (M.S. 124A.23, Subd. 4)	Aids are reduced proportionately to underlevies.
Supplemental	L.1988, Ch. 486, Section 64 (M.S. 124A.23, Subd. 4)	Aids are reduced proportionately to underlevies.
For Districts in Statutory Operating Debt	M.S. 275.125, Subd. 9a	Minimum amount to be levied for districts in statutory operating debt equals the general education levy limitation as adjusted plus the maintenance statutory operating debt levy limitation.

Transportation Nonregular	M.S. 124.225, Subd. 8j	Aids are reduced proportionately to under-levies.
Community Education		
Basic	M.S. 124.271, Subd. 2b	Aids are reduced proportionately to under-levies.
Early Childhood Family	M.S. 124.2711, Subd. 3	Aids are reduced proportionately to under-levies.
Capital Expenditure Basic & Hazardous ... Substance	M.S. 124.245, Subd. 4	Aids are reduced proportionately to under-levies.
Debt Service (District with Debt Service Loans or Capital Loans)	M.S. 124.42 and 124.43	Minimum amount to be levied by districts having outstanding debt service loans from the state equals the greater of the maximum effort debt service levy as defined in 124.38, or the required debt service levy as defined in 124.38, or the required debt service levy as defined in 124.38 less the amount of any debt service loan in that year.
Minimum AVTI Debt Service	M.S. 124.564	The amount of the district's 1987-88 AVTI debt service aid. (The County Auditor is to reduce the levy by the aid amount.)

SECTION V

SPECIAL TAXING DISTRICT TAX LEVIES

C. HOSPITAL DISTRICTS

<u>Particular Districts</u>	<u>Citation</u>	<u>Authorization-Limitation</u>
Page 100		
St. Louis/Koochiching County		
Hospital District:		
Hospital and nursing home expenses.....	L. 1988, C. 645	Total levy authorized under M.S. 447.34 must not exceed 2.0 mills each year. Levy not to be used for salary or administrative expenses.

P. WATERSHED DISTRICTS

<u>Particular Districts</u>	<u>Citation</u>	<u>Authorization-Limitation</u>
Page 106		
Ramsey-Washington Metro		
Watershed District:		
Administrative fund.....	L. 1988, C. 702, Sec. 16	Levy up to \$75,000 more than statewide limit of \$125,000 for administrative fund under M.S. 112.61, Subd. 3 with approval of county boards.
Page 107		
Rice Creek Watershed District:		
Administrative fund.....	L. 1988, C. 426	Levy up to \$75,000 more than statewide limit of \$125,000 for administrative fund under M.S. 112.61, Subd. 3.