

# MINNESOTA • REVENUE

## LOCAL SALES AND USE TAXES Authorization for Counties

March 10, 2011

	Yes	No
DOR Administrative Costs/Savings	X	

Department of Revenue  
Analysis of H.F. 994 (Loeffler)

Effective July 1, 2011

Under current law, no city, town, or other taxing authority can increase a present tax or impose a new tax on sales or income. All of the local general sales taxes enacted have been authorized by special law.

The bill authorizes counties to impose a local sales and use tax of up to 0.5%. The tax must be approved by the voters at a general election. Revenue from the tax would go to the county general fund for the purposes specified in the bill.

The bill would have no impact on any state fund.

Source: Minnesota Department of Revenue  
Tax Research Division  
[http://www.taxes.state.mn.us/taxes/legal\\_policy](http://www.taxes.state.mn.us/taxes/legal_policy)

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