

# MINNESOTA • REVENUE

## AGGREGATE MATERIAL TAX Sylvan Gravel Tax

April 18, 2005

	Yes	No
Separate Official Fiscal Note Requested		X
<b>Fiscal Impact</b>		
DOR Administrative Costs/Savings	X	

Department of Revenue  
Analysis of H.F. 1381 (Howes) / S.F. 1634 (Ruud)

	<b>Fund Impact</b>			
	<u>F.Y. 2006</u>	<u>F.Y. 2007</u>	<u>F.Y. 2008</u>	<u>F.Y. 2009</u>
		(000's)		
General Fund	\$0	\$0	\$0	\$0

Effective upon local approval.

### EXPLANATION OF THE BILL

The bill allows the town of Sylvan to impose an aggregate materials tax if Cass County does not. The town of Sylvan would be deemed to be the county for purposes of collecting the tax, except that all tax must be retained by the town. If Cass County imposes an aggregate materials tax, the tax imposed by the town of Sylvan is repealed on the effective date of the Cass County tax.

### REVENUE ANALYSIS DETAIL

- The gravel tax is collected and spent locally, so there is no impact on any state funds.
- In 2003, 29 counties collected \$3.3 million in aggregate materials tax.

**Number of Taxpayers:** Operators and importers of aggregate materials in the town of Sylvan in Cass County.

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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