

# MINNESOTA • REVENUE

## SALES AND USE TAX Hallett Dock Company

March 16, 2005

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

Department of Revenue  
Analysis of S.F. 53 (Solon) / H.F. 103 (Huntley)

	<b>Fund Impact</b>			
	<u>F.Y. 2006</u>	<u>F.Y. 2007</u>	<u>F.Y. 2008</u>	<u>F.Y. 2009</u>
General Fund	(\$179)	\$0	\$0	\$0

Effective for purchases made between August 1, 2004, and December 31, 2006.

### EXPLANATION OF THE BILL

**Current Law:** Construction materials, supplies, and certain installed equipment are generally subject to sales or use tax.

**Proposed Law:** The bill exempts materials, equipment, and supplies used or consumed in constructing dock facilities of the Hallett Dock Company. The company is relocating docks to accommodate the cleanup of a federally designated superfund site in Duluth.

### REVENUE ANALYSIS DETAIL

- The analysis used information supplied by Hallett Dock Company
- The estimate is based on actual and projected sales and use tax paid on the project.
- The estimate assumes that tax paid before enactment of the bill will be refunded in fiscal year 2006.

**Number of Taxpayers:** One company

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)