

MINNESOTA • REVENUE

AGGREGATE MATERIALS TAX City of Vergas; Aggregate Materials Tax Authorization

March 23, 2012

| | Yes | No |
|------------------------------------|-----|----|
| DOR Administrative Cost/Savings | | X |

Department of Revenue

Analysis of H.F. 2161 (Nornes) / S.F. 2459 (Ingebrigtsen) as introduced

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 If Otter Tail County imposes an aggregate materials tax, the tax imposed by the city of Vergas would be repealed on the effective date of the Otter Tail County tax.

The bill would have no impact on any state funds. Revenue from the proposed tax would go to the city of Vergas.

Source: Minnesota Department of Revenue
Property Tax Division - Research Unit
http://www.taxes.state.mn.us/legal_policy

hf2161(sf2459)_pt_2/nrg