

MINNESOTA • REVENUE

LOCAL LODGING TAX LOCAL FOOD AND BEVERAGE TAX City of Rochester

April 2, 2013

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue

Analysis of H.F. 297 (Liebling) / S.F. 1406 (Senjem) *Analysis Revised to Include Repeal of the
Authorized Food and Beverage Tax*

The city of Rochester has imposed a specially authorized lodging tax since 1971. The bill would allow the city to increase the lodging tax rate by two percentage points. It also makes changes regarding the city's issuance of municipal bonds and modifies the purposes for which the revenue may be used.

The bill also repeals the authority, enacted in 2009, for Rochester to impose a 1% tax on prepared food and beverages, including on-sales of alcoholic beverages. This tax has not been imposed to date.

The bill would have no impact on any state fund.

Source: Minnesota Department of Revenue
Tax Research Division
[http://www.revenue.state.mn.us/research_stats/Pages/
Revenue-Analyses.aspx](http://www.revenue.state.mn.us/research_stats/Pages/Revenue-Analyses.aspx)

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