

MINNESOTA • REVENUE

LOCAL SALES AND USE TAX City of Wabasha

March 25, 2014

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue
Analysis of S.F.1839 (Schmit)

The bill authorizes the Wabasha city council to impose a general sales and use tax of up to 1% as approved by the voters at the November 6, 2012, general election. The proceeds must be used to pay for capital improvements to city streets, utilities, and municipal buildings according to the city's capital improvement plan adopted on June 4, 2013. The bill allows the city to issue bonds of up to \$4.5 million to finance the work. The tax expires the earlier of 20 years or when revenue of \$4.5 million has been received.

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)

sf1839_1 / tfe