

February 25, 2019

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue
Analysis of H.F. 364 (Sundin) / S.F. 1382 (Rarick)

The city of Cloquet imposes a 0.5% sales and use tax and a \$20 motor vehicle excise tax to pay for city projects. The total amount authorized is \$16.5 million including \$4.5 million for the construction and completion of park improvement projects, \$5.8 million for the extension of utilities and construction of improvements associated with the development of property adjacent to Highway 33 and Interstate Highway 35, and \$6.2 million for the engineering and construction of infrastructure improvements.

The bill would allow unused amounts for the development of property adjacent to Highway 33 and Interstate Highway 35 to be used for the other projects. The total amount remains \$16.5 million.

The bill would have no impact on state taxes.

Source: Minnesota Department of Revenue
Tax Research Division
[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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