



LOCAL SALES AND USE TAX City of Blue Earth

March 1, 2019

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue
Analysis of H.F. 1766 (Gunther) / S.F. 1818 (Rosen)

The bill authorizes the city of Blue Earth to impose a sales and use tax of 0.5%, as approved by the voters at the 2018 general election. The proceeds would be used to finance sewer plant improvements, street reconstruction projects, and recreational amenities.

The bill authorizes a \$5 million bond issuance. The tax would terminate the earlier of 25 years after it first imposition or when the city council determines that sufficient funds have been received to pay for the project costs. The tax may expire earlier if the city so determines by ordinance.

The bill would have no impact on any 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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