

March 22, 2019

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue  
Analysis of H.F. 2612 (Loeffler)

Political subdivisions may impose a local general sales and use tax subject to voter approval and special law authorization.

The bill changes the order of approval of a special law for a local sales tax from voter approval before legislative authorization to legislative authorization prior to submission to the voters. The use of local sales taxes are limited to the construction of capital projects with a regional benefit. The bill provides additional specifications for local resolutions including a detailed description of no more than five capital projects, documentation of the share of economic benefit attributable to individuals and businesses outside the taxing jurisdiction, and expected project timelines.

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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