

February 21, 2020

	Yes	No
DOR Administrative Costs/Savings		x

Department of Revenue
Analysis of H.F. 3594 (Edelson)

The bill authorizes the city of Edina to impose a sales and use tax of 0.5%, if approved by the voters at a general election. The proceeds would be used to finance \$17.7 million worth of development for Fred Richards Park, \$20.9 million worth of improvements to Braemar Park, \$2 million worth of developments at Weber Woods Park, and \$39.2 million worth of street reconstruction.

The bill authorizes a bond issuance of \$79.8 million plus costs. The tax would terminate twenty years after it is imposed or after the city council determines that sufficient funds have been received to pay for the bonds. The tax may expire earlier if the city so determines by ordinance.

The bill would have no impact on state taxes.

Source: Minnesota Department of Revenue
Tax Research Division
<https://www.revenue.state.mn.us/revenue-analyses>

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