

March 6, 2020

	Yes	No
DOR Administrative Costs/Savings		x

Department of Revenue
Analysis of H.F. 3776 (Theis) / S.F. 3773 (Relph)

The bill authorizes the city of Waite Park to impose a sales and use tax of 0.5%, if approved by the voters at a general election. The proceeds would be used for: 1) up to \$15.5 million for the 10th Avenue regional corridor project, 2) up to \$10 million for regional trail connections, 3) up to \$10 million for the Southside Regional Park development, and 4) up to \$12 million for the construction and equipping of a public safety facility.

The bill authorizes bond issuances of up to \$47.5 million plus bond costs. The tax would terminate at the earlier of 25 years after it is first imposed or when the city council determines that sufficient funds have been received to pay for the costs of 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](https://www.revenue.state.mn.us/revenue-analyses)

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