

March 10, 2021

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue
Analysis of H.F. 1239 (Kresha) / S.F. 1213 (Weber)

The bill authorizes the city of Little Falls to impose a sales and use tax of 0.5%, if approved by the voters at a general election. The local general sales and use tax is in addition to the existing restaurant food and beverage tax in the city. The proceeds would be used to finance the construction of a community recreational facility.

The bill authorizes a bond issuance of up to \$17 million plus bond costs. The tax would terminate at the earlier of 30 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 project and 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
[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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