



**LOCAL SALES AND USE TAX
County of Carlton**

March 24, 2021

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue
Analysis of S.F. 1387 (Rarick) As Proposed to be Amended (SCS1387A-3)

The bill authorizes Carlton County to impose a sales and use tax of 0.5%, if approved by the voters at a general election. The tax would be in addition to the existing 0.5% county transit sales and use tax that was imposed in 2015. The proceeds would be used to finance the construction of a new law enforcement center and jail serving a regional female offender program.

The bill authorizes a bond issuance of up to \$60 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 projects and bonds. The tax may expire earlier if the city so determines by ordinance.

The bill would have no impact on state taxes.

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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