

March 18, 2024

	<b>Yes</b>	<b>No</b>
<b>DOR Administrative Costs/Savings</b>		<b>X</b>

Department of Revenue  
Analysis of S.F.3415 (Westlin) As Proposed to be Amended (SCS3415A-1)

	<b>Fund Impact</b>			
	<b><u>F.Y. 2024</u></b>	<b><u>F.Y. 2025</u></b>	<b><u>F.Y. 2026</u></b>	<b><u>F.Y. 2027</u></b>
	(000's)			
General Fund	\$0	(\$120)	(\$260)	(\$200)
Natural Resources and Arts Funds	\$0	(\$10)	(\$20)	(\$10)
Total- All Funds	\$0	(\$130)	(\$280)	(\$210)

Effective retroactively for sales and purchases made after December 31, 2023, and before January 1, 2029.

**EXPLANATION OF THE BILL**

The bill would exempt materials, supplies, and equipment used in the construction of the several projects in the city of Wayzata from the sales and use tax. The exemption would be administered as a refund and apply to purchases after December 31, 2023 and before January 1, 2029. The projects are as follows.

- a.) Construction of a public parking ramp
- b.) Renovation of Plymouth Boulevard
- c.) Expansion of Plymouth Ice Center
- d.) Construction of regional stormwater ponding
- e.) Roadway realignment
- f.) Expansion of the Plymouth Community Center
- g.) Renovation of Zachary Water Treatment
- h.) Renovation of Meadow Playfield

**REVENUE ANALYSIS DETAIL**

- Information for the estimates was provided by a representative of the city of Plymouth.
- Total construction costs for materials, supplies, and equipment for all the projects mentioned are estimated to be \$26.9 million.
- The project will begin in 2024 and complete in 2029. The distribution of expected refund claims is assumed based on the project timeline.
- A portion of the refunds are expected to be claimed outside the forecast window.

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