

February 10, 2025

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

Department of Revenue  
Analysis of S.F. 159 (Weber) As Proposed to be Amended (SCS0159A-1)

	<b>Fund Impact</b>			
	<b>F.Y. 2026</b>	<b>F.Y. 2027</b>	<b>F.Y. 2028</b>	<b>F.Y. 2029</b>
	(000's)			
General Fund	(\$670)	(\$670)	(\$670)	(\$670)
Natural Resources and Arts Funds	(\$40)	(\$40)	(\$40)	(\$40)
Total – All Funds	(\$710)	(\$710)	(\$710)	(\$710)

Effective retroactively for sales and purchases made after April 30, 2020 and before January 1, 2028.

**EXPLANATION OF THE BILL**

The bill would also exempt materials and supplies used in and equipment incorporated into the construction of the following projects in the Worthington Independent School District, No. 518:

- Construction of a new grades 3 through 5 intermediate school building
- Construction of a new community education building to serve early childhood, adult basic education, and the Nobles County Integration Collaborative programs
- Construction of a new storage facility to serve the Worthington Intermediate School, Worthington Learning Center and gymnastics facility, and Worthington Community Education building
- Reconstruction and replacement of the parking lot at the Worthington Middle School
- Construction of an addition to the Worthington High School and remodeling of existing space and expansion of core areas
- Installation of a turf football field at the Worthington Middle School
- Demolition of the former West Elementary building and construction of sports fields with associated parking
- Reconstruction of Trojan Field and associated facilities
- Improvements to the Worthington Learning Center and gymnastics facility

## REVENUE ANALYSIS DETAIL

- The estimate is based on project information provided by Worthington School District.
- The total project costs funded directly by the Worthington School District is estimated to be \$82.4 million.
- The total cost of materials is estimated to be \$40.9 million.
- The projects began in 2020 and will be completed in 2027. The distribution of expected refund claims is assumed based on the project timeline.

Minnesota Department of Revenue  
Tax Research Division  
[https://www.revenue.state.mn.us/  
revenue-analyses](https://www.revenue.state.mn.us/revenue-analyses)

sf0159 Worthington SD construction exemption\_1 / awh