

February 21, 2025

*Revised to reflect additional information from the city*

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue  
Analysis of S.F. 1155 (Anderson) / H.F. 148 (McDonald)

	<b>Fund Impact</b>			
	<b><u>F.Y. 2026</u></b>	<b><u>F.Y. 2027</u></b>	<b><u>F.Y. 2028</u></b>	<b><u>F.Y. 2029</u></b>
	(000's)			
General Fund	(\$290)	\$0	\$0	\$0
Natural Resources and Arts Funds	<u>(\$20)</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Total- All Funds	(\$310)	\$0	\$0	\$0

Effective retroactively for purchases made after November 30, 2023, and before January 1, 2026.

## EXPLANATION OF THE BILL

The bill would exempt materials, supplies, and equipment used in the construction, reconstruction upgrade, expansion, renovation, or remodeling of an ice rink in the city of Delano from the sales and use tax. The exemption would be administered as a refund and apply to purchases made after November 30, 2023, and before January 1, 2026.

## REVENUE ANALYSIS DETAIL

- Information for the estimates was provided by a representative of the city of Delano.
- Total project construction cost is \$7.2 million.
- Total taxable materials, supplies, and equipment costs are \$4.5 million.
- The project is expected to be complete by June 2025.
- It is assumed that all refunds will be filed and paid in fiscal year 2026.

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