



SALES AND USE TAX Rochester Electric Meters

March 24, 2025

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue
Analysis of H.F. 1760 (Smith) / S.F. 2049 (Nelson)

	Fund Impact			
	F.Y. 2026	F.Y. 2027	F.Y. 2028	F.Y. 2029
	(000's)			
General Fund	(\$490)	(\$140)	(\$20)	(Negl.)
Natural Resources and Arts Funds	(\$30)	(\$10)	(Negl.)	(Negl.)
Housing Assistance Fund	(\$10)	(Negl.)	(Negl.)	(Negl.)
Special Revenue Fund	(\$10)	(Negl.)	(Negl.)	(Negl.)
Total – All Funds	(\$540)	(\$150)	(\$20)	(Negl.)

Effective retroactively for sales and purchases made after June 30, 2024, and before March 31, 2029.

EXPLANATION OF THE BILL

The bill would provide a sales and use tax exemption for electric meters, software, and other components used or consumed in the Rochester Public Utilities Advanced Metering Infrastructure Project. To qualify, purchases would need to be made after June 30, 2024, and before March 31, 2029. The exemption would be administered as a refund.

REVENUE ANALYSIS DETAIL

- Information for the estimates was provided by a representative of Rochester Public Utilities.
- The total costs for electric meters, software, and other qualifying components are estimated to be \$10.1 million.
- The timing of refund claims is assumed based on the project timeline provided.

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

hf1760(sf2049) Rochester Electric Meter Exemption / trc