



**SALES AND USE TAX  
St. Cloud Redevelopment District**

April 7, 2025

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue

Analysis of S.F. 2727 (Putnam) As Proposed to be Amended (SCS2727A-1)

	<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	(\$3,070)	(\$3,070)	(\$3,070)	(\$3,070)
Natural Resources and Arts Funds	(\$180)	(\$180)	(\$180)	(\$180)
Total - All Funds	(\$3,250)	(\$3,250)	(\$3,250)	(\$3,250)

Effective for sales and purchases made after July 1, 2025, and before January 1, 2029.

**EXPLANATION OF THE BILL**

The bill would exempt materials and supplies used in and equipment incorporated into private redevelopment projects on selected parcels of the city of St. Cloud in Stearns and Benton counties. The exemption would be administered as a refund and only apply to purchases made after July 1, 2025, and before January 1, 2029. The Commissioner of Revenue must not pay more than \$13,000,000 in refunds for exempt purchases used on redevelopment projects in this district.

**REVENUE ANALYSIS DETAIL**

- It is assumed that the full amount of allowed refunds will be claimed during the forecast period.
- The distribution of expected refund claims is based on the purchase exemption timeline.
- Refunds are distributed equally across the forecast period.

Minnesota Department of Revenue  
Tax Research Division  
[https://www.revenue.state.mn.us/  
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