DEPARTMENT OF REVENUE

RESTAURANT, LODGING, AND ADMISSIONS TAXES
City of Blaine

February 24, 2026

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue
Analysis of H.F. 387 (Norris)

The bill authorizes the city of Blaine to impose one or more taxes on specific sales transactions within the 105th Redevelopment Area as identified in the city's zoning ordinance and zoning map. The city would be authorized to impose:

1) A tax of up to 3% on the gross receipts of all food and beverages sold by a restaurant or place of refreshment located within the taxing area, including retail on-sale of intoxicating liquor and fermented malt beverages and all sales of food primarily for consumption on or off the premises;
2) A tax of up to 3% on the gross receipts from lodging for a period of less than 30 days at a hotel, motel, rooming house, tourist court, or trailer camp by a hotel or motel located within the taxing area which has more than 50 rooms available for lodging; and
3) A tax of up to 3% on the gross receipts from admission to places of amusement or athletic events and any use of amusement devices located within the taxing area.

The proposed lodging tax would be in addition to any general authorization lodging tax. The total lodging tax rate must not exceed six percent.

The proceeds would be used for initial and ongoing financing of capital improvements within the 105th Redevelopment Area.

The bill authorizes a bond issuance. The tax would not be terminated before January 1, 2055.

The bill would have no impact on state taxes.

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

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