

March 10, 2026

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue

Analysis of S.F. 3689 (Dornink), As Proposed to be Amended (SCS3689A-1)

The city of Austin has imposed a sales and use tax of 0.5% since 2006 which is set to expire after 20 years.

The bill authorizes the city of Austin, if approved by the voters at a general election, to extend the sales and use tax.

The proceeds would be used to finance up to \$28.4 million for the following, in connection with a law enforcement center: (1) the previous purchase of land; (2) utility, site work, and design services; and (3) construction and maintenance. The bill also authorizes a bond issuance of up to \$28.4 million plus bond costs.

The tax would terminate at the earlier of 20 years after the tax is first imposed or when the city council determines that sufficient funds have been received to pay for the costs of the project and bonds. The tax may expire earlier if the city so determines by ordinance.

The bill would have no impact on state taxes.

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