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Senate

State of Minnesota

S.F. No. 3081 – Auto Parts Sales Tax Dedication

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S.F. 3081 requires the commissioner of revenue to credit 100% of the taxes from the sale and purchase of motor vehicle repair and replacement parts to the highway user tax distribution fund (HUTDF).

Under current law, a fixed portion (\$145.6 million annually) of the taxes from the sale and purchase of motor vehicle repair and replacement parts is credited to the HUTDF. Based on the November 2021 budget forecast, this would mean an estimated increase to the HUTDF of \$168.6 million in fiscal year 2023, \$178.5 million in fiscal year 2024, and \$190.9 million in fiscal year 2025.

Note that the estimates included in this summary are based on a previous budget forecast and not intended as final amounts.