DEPARTMENT OF REVENUE

March 10, 2023

LOCAL SALES AND USE TAX City of Roseville

	Yes	No
DOR Administrative		
Costs/Savings		Χ

Department of Revenue

Analysis of H.F. 1855 (Becker-Finn) / S.F. 2288 (Oumou Verbeten)

The bill authorizes the city of Roseville to impose a sales and use tax of 0.5%, if approved by the voters at a general election. The proceeds would be used to finance \$64.2 million for a new maintenance facility and \$12.7 million for a new license and passport center.

The bill authorizes a bond issuance of up to \$76.9 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 <u>https://www.revenue.state.mn.us/</u> <u>revenue-analyses</u>

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