



**LOCAL SALES AND USE TAX
Rice County**

March 24, 2023

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue
Analysis of H.F. 2381 (Daniels) / S.F. 2355 (Jasinski)

Rice County has imposed a transit sales and use tax of 0.5% since 2014.

The bill authorizes Rice County to impose an additional sales and use tax of 0.375%, if approved by the voters at a general election. The proceeds would be used to finance construction of a public safety facility. The total county sales tax rate would be 0.875%.

The bill authorizes a bond issuance of up to \$48 million plus bond costs. The 0.375% tax would terminate at the earlier of 30 years after the tax is first imposed or when the county determines that sufficient funds have been received to pay for the costs of the project and bonds. The tax may expire earlier if the county 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/
revenue-analyses](https://www.revenue.state.mn.us/revenue-analyses)

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