

March 15, 2024

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue
Analysis of S.F.3326 (Eichorn) As Proposed to be Amended (SCS3326A-4)

	Fund Impact			
	<u>F.Y. 2024</u>	<u>F.Y. 2025</u>	<u>F.Y. 2026</u>	<u>F.Y. 2027</u>
	(000's)			
General Fund	\$0	(\$550)	\$0	\$0
Natural Resources and Arts Funds	<u>\$0</u>	<u>(\$30)</u>	<u>\$0</u>	<u>\$0</u>
Total- All Funds	\$0	(\$580)	\$0	\$0

Effective retroactively for purchases made after June 30, 2021, and before July 1, 2024

EXPLANATION OF THE BILL

The bill would exempt materials, supplies, and equipment used in the construction, reconstruction upgrade, expansion, renovation remodeling of the IRA civic center in the city of Grand Rapids from the sales and use tax. The exemption would be administered as a refund and apply to purchases made after June 30, 2021, and before July 1, 2024.

REVENUE ANALYSIS DETAIL

- Information for the estimates was provided by a representative of the city of Grand Rapids.
- Total construction costs for materials, supplies, and equipment are estimated to be \$8.45 million.
- It is assumed that all refunds will be filed and paid in fiscal year 2025.

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