



SALES AND USE TAX
City of Burnsville City Hall

March 28, 2024

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue
Analysis of S.F. 4591 (Port) As Proposed to be Amended (SCS4591A-1)

	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	\$0	(\$360)	(\$360)
Natural Resources and Arts Funds	<u>\$0</u>	<u>\$0</u>	<u>(\$20)</u>	<u>(\$20)</u>
Total – All Funds	\$0	\$0	(\$380)	(\$380)

Effective for sales and purchases made after December 31, 2024, and before January 1, 2029.

EXPLANATION OF THE BILL

The bill would exempt materials and supplies used in and equipment incorporated into the construction, reconstruction, upgrade, expansion, renovation, or remodeling of a new city hall in the city of Burnsville. The exemption would only apply to purchases made after December 31, 2024, and before January 1, 2029.

REVENUE ANALYSIS DETAIL

- The estimate is based on project information provided by City of Burnsville.
- The total project cost is estimated to be \$41.1 million.
- The total cost of materials is estimated to be \$16.4 million.
- The project will begin in 2025 and complete in 2028. The distribution of expected refund claims is assumed based on the project timeline.
- A portion of the refunds are expected to be claimed outside the forecast window.

Minnesota Department of Revenue
Tax Research Division
[https://www.revenue.state.mn.us/
revenue-analyses](https://www.revenue.state.mn.us/revenue-analyses)

sf4591(hf4674) Burnsville sales tax construction exemption_1 / awh