

March 28, 2024

	<b>Yes</b>	<b>No</b>
DOR Administrative Costs/Savings		X

Department of Revenue  
Analysis of H.F. 4919 (Pfarr) / S.F. 4978 (Draheim)

	<b>Fund Impact</b>			
	<b><u>F.Y. 2024</u></b>	<b><u>F.Y. 2025</u></b>	<b><u>F.Y. 2026</u></b>	<b><u>F.Y. 2027</u></b>
			(000's)	
General Fund	\$0	\$0	(\$880)	\$0
Natural Resources and Arts Funds	\$0	(\$0)	(\$50)	\$0
Total- All Funds	\$0	\$0	(\$930)	\$0

Effective retroactively for purchases made after May 31, 2023, and before January 1, 2025.

**EXPLANATION OF THE BILL**

The bill would exempt materials, supplies, and equipment used in the construction of new elementary school in ISD 2397. The exemption would be administered as a refund and apply to purchases made after May 31, 2023, and before January 1, 2025.

**REVENUE ANALYSIS DETAIL**

- Information for the estimates was provided by a representative of Le Sueur-Henderson School District.
- Total construction costs for materials, supplies, and equipment are estimated to be \$13.5 million.
- It is assumed that all refunds will be filed and paid in fiscal year 2026.

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

hf4919(sf4978)\_Le Sueur-Henderson School\_1/sd