







Request for Construction Sales Tax Exemption

## THE PROJECT >>>

**Chanhassen - A Community For Life**Reducing Property Tax Burden and Risk

We're asking for your support of the City of Chanhassen's endeavor to construct a new regional facility that will enhance the surrounding area's quality of life by providing year-round recreational, fitness and social opportunities for community members and visitors alike. A construction sales tax exemption from the State of Minnesota will help make this project a reality.

Current laws and regulations mandate a complex procedure for cities, counties, towns and school districts to qualify for the local government sales tax exemption on building materials for public projects. This process involves separate bidding of labor and materials, designating contractors as purchasing agentsand assuming liability for defects or delays. This complexity discourages many local governments from pursuing the exemption altogether.

The exemption would lower construction costs and reduce the property tax impact in Chanhassen without adding administrative burden or shifting risk to the city under the current process.





Approved by Chanhassen voters in 2024

26,000

**RESIDENTS IN 2023** 

## COMMUNITY CENTER AMENITIES

An indoor walking track accessible to people of all ages in every season

Two sheets of ice

Field house with sport courts and turf

Ice arena doubles as multi-purpose venue space (3,500 seating capacity)

Indoor playground, dance studio, fitness studio and community room spaces

A restaurant connected to the facility for easy access to all visitors