



**SALES AND USE TAX
Benton County Construction**

February 14, 2025

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue
Analysis of S.F. 957 (Wesenberg)

	Fund Impact			
	<u>F.Y. 2026</u>	<u>F.Y. 2027</u>	<u>F.Y. 2028</u>	<u>F.Y. 2029</u>
	(000's)			
General Fund	(\$300)	(\$300)	\$0	\$0
Natural Resources and Arts Funds	<u>(\$20)</u>	<u>(\$20)</u>	<u>\$0</u>	<u>\$0</u>
Total – All Funds	(\$320)	(\$320)	\$0	\$0

Effective retroactively for sales and purchases made after March 31, 2025, and before January 1, 2030.

EXPLANATION OF THE BILL

The bill would exempt materials and supplies used or consumed in and equipment incorporated into the construction of a county government center in the city of Foley in Benton County. The exemption would be administered as a refund and apply to purchases made after March 31, 2025, and before January 1, 2030.

REVENUE ANALYSIS DETAIL

- The estimate is based on project information provided by Benton County.
- The total project cost is estimated to be \$29.1 million.
- The total cost of materials is estimated to be \$9.3 million.
- The project will begin in July 2025 and complete in December 2026. The distribution of expected refund claims is assumed based on the project timeline.

Minnesota Department of Revenue
Tax Research Division
[https://www.revenue.state.mn.us/
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