

SENATE
STATE OF MINNESOTA
NINETY-FOURTH SESSION

S.F. No. 1981

(SENATE AUTHORS: BAHR and Rest)

DATE	D-PG	OFFICIAL STATUS
02/27/2025	570	Introduction and first reading Referred to Taxes

1.1A bill for an act

1.2relating to taxation; sales and use; modifying the exemption for construction

1.3materials used in certain projects in the city of Ramsey; amending Laws 2023,

1.4chapter 64, article 5, section 25, subdivision 1.

1.5BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

1.6Section 1. Laws 2023, chapter 64, article 5, section 25, subdivision 1, is amended to read:

1.7Subdivision 1. **Exemption; refund.** (a) Materials and supplies used or consumed in and

1.8equipment incorporated into the construction, reconstruction, upgrade, expansion, renovation,

1.9or remodeling of a new water treatment plant and trunk water main improvements in the

1.10city of Ramsey are exempt from sales and use tax under Minnesota Statutes, chapter 297A,

1.11provided that the materials, supplies, and equipment are purchased after December 31, 2022,

1.12and before July 1, 2027.

1.13(b) The tax must be imposed and collected as if the rate under Minnesota Statutes, section

1.14297A.62, ~~subdivision~~ subdivisions 1 and 1a, applied and then refunded in the same manner

1.15provided for projects under Minnesota Statutes, section 297A.75, subdivision 1, clause (17).

1.16Refunds for eligible purchases must not be issued until after June 30, 2023,~~and before July~~

1.17~~1, 2027.~~

1.18**EFFECTIVE DATE.** This section is effective retroactively for sales and purchases

1.19made after December 31, 2022, and before July 1, 2027.