

March 25, 2026

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue
Analysis of H.F. 4008 (Franson) / S.F. 4314 (Westrom)

The bill authorizes the city of Alexandria, if approved by the voters at a general election, to impose a sales and use tax of up to 0.25%.

The proceeds would be used to finance up to \$30 million, plus associated bonding costs, for the expansion and renovation of the PrimeWest Health Runestone Community Center. The bill also authorizes the city to issue up to \$30 million worth of bonds, plus bond issuance costs.

The tax would terminate at the earlier of 20 years after the tax is first imposed or after the city council determines that the amount received from the tax is sufficient to pay for the costs of the project listed above plus bond issuance costs and interest. The tax could expire earlier if the city so determines by ordinance.

The bill would have no direct impact on state taxes.

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

hf4008(sf4314) City of Alexandria Local Sales Tax_1 / mk