

March 9, 2022

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue
Analysis of H.F. 3763 (Kiel) As Proposed to be Amended (H3763A2)

The city of East Grand Forks previously imposed a sales and use tax of 1% from 2018 to 2020.

The bill authorizes the city of East Grand Forks to impose a sales and use tax of 1.25%, if approved by the voters at a general election. The proceeds would be used to finance the remodeling of the Civic Center Sports Complex, the VFW Memorial and Blue Line Arena.

The bill authorizes a bond issuance of up to \$21.5 million plus bond costs. The tax would terminate at the earlier of 20 years after the tax is first imposed or when the city council determines that sufficient funds have been received to pay for the costs of the project and bonds. The tax may expire earlier if the city so determines by ordinance.

The bill would have no impact on state taxes.

Source: Minnesota Department of Revenue
Tax Research Division
[https://www.revenue.state.mn.us/
revenue-analyses](https://www.revenue.state.mn.us/revenue-analyses)

hf3763(sf3474) East Grand Forks local sales tax_2 / tdh