

April 22, 2026

Revised Description

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue
Analysis of S.F. 3674 (Housley) / H.F. 3473 (Hill)

The bill authorizes, if approved by the voters at a general election, the city of Oak Park Heights to impose a sales and use tax of 0.5%.

The proceeds would be used to finance \$41 million, plus associated bonding costs, for water infrastructure. The bill also authorizes a bond issuance of up to \$41 million plus bond issuance costs.

The tax would terminate at the earlier of 20 years from when first imposed or when 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>