

April 15, 2026

Revised Description

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue
Analysis of H.F. 3390 (Sexton) / S.F. 3560 (Jasinski)

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

The proceeds would be used to finance \$75 million, plus associated bonding costs, for the construction of a community center. The bill also authorizes the city to issue up to \$75 million worth of bonds, plus bond issuance costs.

The tax would terminate at the earlier of 25 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 city of Owatonna may also use revenues remaining from collection of the local taxes previously authorized in 2006 to fund the construction of the community center.

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>

hf3390(sf3560) Owatonna Local Sales Tax_2 / ac