



**LOCAL SALES AND USE TAX
City of Grand Rapids**

March 4, 2022

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue
Analysis of H.F. 3107 (Igo)

The city of Grand Rapids is currently authorized to impose a sales and use tax of 0.5% to finance the reconstruction, remodeling, and upgrades to the Grand Rapids IRA Civic Center for \$5.98 million, with the tax set to expire at the earlier of seven years after imposition or when sufficient funds have been received to pay for the costs of the project and bonds.

The bill increases the project cost to \$10.6 million. The authorized bond issuance is also increased to \$10.6 million plus bond costs. The tax termination date is increased to 12 years.

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)

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