

**Subject** City of Virginia; local sales tax modified

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## Summary

Section	Description
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1	<b>City of Virginia; taxes modified.</b>
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**Subd. 1. Sales and use tax authorization.** Requires the city to seek voter approval for the modifications to its existing local sales tax as described in this bill.

**Subd. 2a. Use of revenues; additional uses authorized.** Allows the city to use tax revenues from its current tax to finance the following projects relating to conversion of the city's steam system, plus associated bonding costs:

- reconstruction and improvements of public streets, sidewalks, and rights-of-way;
- replacement and repair of underground infrastructure impacted by the steam system;
- assessment and remediation of contaminated soil, hazardous materials, and environmental conditions;
- removal or rehabilitation of steam infrastructure; and
- design, engineering, environmental review, and construction of projects described above.

**Subd. 3. Bonding authority.** Modifies the city's bonding authority to include bonds to finance the projects listed in subdivision 2a if approved by the voters.

**Subd. 4. Termination of taxes.** Requires the tax to terminate the earlier of December 31, 2055, or when the city determines sufficient funds have been raised to pay for projects and financing costs.

Effective upon filing of local approval with the secretary of state.