

# HOUSE RESEARCH

## Bill Summary

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**Version:** As introduced

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**Subject:** Food and beverage and entertainment taxes in the city of Proctor

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**1 City of Proctor, local taxes authorized.** Allows the city of Proctor to impose a one percent food and beverage tax and a one percent entertainment tax to fund improvements and operations of various recreational facilities and the St. Louis county fairgrounds.

**Subd. 1. Food and beverage tax.** Allows the city to impose a one percent food and beverage tax by ordinance on restaurant sales including on-sale liquor sales.

**Subd. 2. Entertainment tax.** Allows the city to impose a one percent entertainment tax by ordinance on admissions to entertainment events such as theatres, concerts, sporting events, circuses, and fairs.

**Subd. 3. Use of proceeds from authorized taxes.** Provides a list of items the city may fund with revenues from the taxes authorized in subdivision 1 and 2. These include:

- Operations of the Proctor recreation center, golf course, and community center;
- Operations of the St. Louis county fairgrounds;
- Construction and improvements of trails, a multiuse civic center facility, and parking improvements,
- Festival and event coordination;
- Roads in the fairgrounds; and
- Paying debt service on bonds or other obligations related to these authorized projects.

Effective after the Proctor city council and the city's chief clerical officer comply with section 645.021.