

# HOUSE RESEARCH

## Bill Summary

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**Version:** As introduced

**Authors:** Davids and others

**Subject:** Sales tax exemption for the Minnesota State High School League

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### Overview

In 2006, the Minnesota State High School League was granted a temporary sales tax exemption for admission to all post season and special League sponsored events. A permanent exemption already existed for League sponsored regular season school events. The exemption for non-regular season events expires June 30, 2011. This bill would make the exemption permanent.

The Minnesota State High School League is required to annually transfer an amount equal to the forgone sales tax on admission to League events to a nonprofit foundation which uses the money to fund, assist, and promote student participation in extracurricular activities. Currently the first priority of the fund has to be for scholarships to pay athletic fees. The bill removes the language making this a priority.

- 1** **Effective date.** Eliminates the sunset on the sales tax exemption for admission to post-season and special State High School League events. Effective the day after final enactment.
- 2** **High school league; funds transfer.** Removes the requirement that the priority use of funds from forgone sales tax on State High School League admissions is for scholarships to pay athletic fees.