

File Number: H.F. 4034
Version: As introduced

Date: April 10, 2018

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Subject: Modifies the Two Harbors local sales tax authority

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Overview

Allows the city of Two Harbors, if approved by the voters at a general election, to increase its existing ½ cent local sales tax by an additional ½ cent to pay for up to \$30 million in city water, sewer and related public infrastructure costs.

Effective the day after Two Harbors files the required notice with the secretary of state.

Section

- 1 Sales and use taxes.** Allows the city of Two Harbors to increase its existing ½ cent local sales tax by an additional ½ cent if approved by the voters at a general election held by a certain unspecified date.
- 2 Use of revenues.** Requires the city to use revenues resulting from the increased tax rate for capital and administrative costs of water and sewer projects and related costs including property acquisition, and related engineering and construction costs.
- 3 Bonding authority.** Allows the city to issue up to \$30 million in bonds for the new projects listed in section 2 based on the vote for the sales tax increase.
- 4 Termination of taxes.** Provides that the extra ½ cent sales tax expires at the earlier of 25 years or when revenues are sufficient to pay for the bonds. The termination date of the existing ½ cent sales tax is not changed.

