

Subject Carlton County local sales tax authority

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Date February 14, 2020

## Overview

Allows Carlton County to impose a 0.5% local sales tax to fund a new law enforcement center and jail. Up to \$40 million plus bond costs may be raised for the project and the tax will expire at the earlier of (1) 20 years after it is first imposed or (2) when the necessary amount is raised.

## Summary

Section	Description
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| 1 | <p><b>Carlton County, local sales and use tax authorized.</b></p> <p><b>Subd. 1. Sales and use tax authorization.</b> Allows Carlton County to impose a local sales and use tax of 0.5 % if approved at a general election within two years of the authority being granted.</p> <p><b>Subd. 2. Use of sales tax revenues.</b> Allows the city to use the tax revenues to fund \$40 million for a new law enforcement center and jail that will house a female offender program.</p> <p><b>Subd. 3. Bonding authority.</b> Allows the city to bond for \$40 million plus costs for issuing the bonds for the project listed in subdivision 2. Issuance of the bonds are not subject to a separate vote and the bonds are not included in any debt or levy limits.</p> <p><b>Subd. 4. Termination of the tax.</b> The tax terminates at the earlier of (1) 20 years after the tax is first imposed or (2) when revenues are sufficient to pay for the project and any associated bond costs, subject to the requirements that the termination occurs at the start of a calendar quarter. Any excess revenue related to the timing of the termination goes into either the state or city general fund. The city may terminate the tax early by ordinance.</p> |
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