

Subject Avon local sales tax

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Date February 21, 2019

Overview

Allows the city of Avon to impose a local sales tax of up to one-half of one percent to raise \$1.5 million plus associated bond costs for transportation improvement projects in the city. The tax expires at the earlier of December 31, 2045, or when allowed revenues are raised.

Summary

Section	Description
1	<p>City of Avon tax authorized.</p> <p>Subd. 1. Sales and use tax authorization. Based on approval by the voters at the 2018 general election, allows the city to impose a local sales and use tax of up to one-half of one percent to fund the projects listed in subdivision 2.</p> <p>Subd. 2. Use of sales and use tax revenues. Allows the city to raise \$1.5 million, plus the amount needed to cover associated bond costs to pay for transportation improvement projects adopted in the city's street priority improvement plan.</p> <p>Subd. 3. Bonding authority. Allows the city to issue up to \$1.5 million in bonds to fund the projects in subdivision 2 without another referendum. Excludes the bonds from the city's debt limits.</p> <p>Subd. 4. Termination of tax. The tax terminates at the earlier of December 31, 2045, or when the city has received an amount equal to \$1.5 million plus associated bond costs. Any extra revenues received not needed for the projects or bonds shall go to the city general fund. The city council may terminate the tax earlier if desired.</p> <p>Effective upon the city complying with the approval and filing requirements for special laws.</p>



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