

Subject Perham local sales tax

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Overview

Allows the city of Perham to impose a local sales tax of up to one-half of one percent to raise \$5.2 million plus associated bond costs for the Perham Area Community Center project. The tax expires at the earlier of 20 years or when allowed revenues are raised.

Summary

Section	Description
1	<p>City of Perham 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 project listed in subdivision 2.</p> <p>Subd. 2. Use of sales and use tax revenues. Allows the city to pay the amount, including associated bond costs, needed for site preparation, and redevelopment, renovation, design, construction, furnish, and equipping buildings, land and infrastructure at the site of the Perham Area Community Center.</p> <p>Subd. 3. Bonding authority. Allows the city to issue up to \$5.2 million in bonds to fund the project 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 20 years or when the city has received an amount equal to \$5.2 million plus associated bond costs. Any extra revenues received after payment 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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