

Subject Woodbury; Local Lodging Tax Provisions Modified

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Summary

Under current law, cities may impose a local lodging tax of up to three percent without legislative approval, provided that 95 percent of the proceeds are used to promote tourism.

This bill would allow the city of Woodbury to dedicate 2/3 of the proceeds derived from its lodging tax for capital improvements to public recreational facilities. The remaining 1/3 of revenue must be used for tourism promotion as required by law.