

HOUSE RESEARCH

Bill Summary

FILE NUMBER: H.F. 3603

DATE: April 26, 2016

Version: As amended by author's amendment (H3603DE2)

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Subject: Extension of the Hermantown local sales tax

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Overview

Allows the city of Hermantown to use its local sales tax revenue for a wellness center and construction of a spur to the Munger Trail. Changes the termination date for the tax from the March 31, 2026 to the earlier of (1) December 31, 2036 or (2) when revenues are sufficient to pay for the projects.

Section

- 1 Sales tax authorized.** Allows the city to use revenues from the local sales tax to fund two new projects – a regional wellness center and trail spur connecting to the Munger Trail. The provision also clarifies that revenues can be used to fund collection of the tax and to pay for bond and bond costs associated with the listed projects.
- 2 Termination.** Changes the termination date for the Hermantown local sales tax from March 31, 2026 to the earlier of (1) December 31, 2036 or (2) when revenues are sufficient to pay for the listed projects, including any associated bond costs.