



**LOCAL SALES AND USE TAX
City of Henderson**

March 4, 2022

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue
Analysis of H.F. 3443 (Gruenhagen) / S.F. 3125 (Newman)

The bill authorizes the city of Henderson to impose a sales and use tax of 0.5%, if approved by the voters at a general election. The proceeds would be used to finance improvements to Allanson’s Park Campground and Trail Project.

The bill authorizes a bond issuance of up to \$240,000 plus bond costs. The tax would terminate at the earlier of 15 years after the tax is first imposed or when the city council determines that sufficient funds have been received to pay for the costs of the project and bonds. The tax may expire earlier if the city so determines by ordinance.

The bill would have no impact on state taxes.

Source: Minnesota Department of Revenue
Tax Research Division
<https://www.revenue.state.mn.us/revenue-analyses>

hf3443(sf3125) Henderson local sales tax_1 / tdh