

Subject Winona County local sales tax

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Date March 5, 2022

## Overview

Allows the county of Winona to impose a 0.25% local sales tax to fund \$28 million for a correctional facility. Bond costs may be raised for the projects and the tax will expire at the earlier of (1) 25 years after being imposed, or (2) when the necessary amount is raised for the approved projects.

## Summary

Section	Description
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1	<b>County of Winona; taxes authorized.</b>
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**Subd. 1. Sales and use tax authorization.** Authorizes the county of Winona to impose a local sales and use tax of 0.25 percent if approved at a general election within two years of the authority being granted.

**Subd. 2. Use of sales tax revenues.** Allows the county to use the tax revenues to fund the following project:

- New construction of or upgrades to a correctional facility

The county must have separate questions on the ballot for each project and only the ones approved may be financed with the tax.

**Subd. 3. Bonding authority.** Allows the county to bond for any project listed in subdivision 2 that is approved by the voters. The amount of bonds that may be issued for each project is the amount listed in subdivision 2 plus an amount needed to cover the costs of issuing the bonds. Issuance of the bonds are not subject to a separate vote and the bonds are not included in any debt or levy limits.

**Subd. 4. Termination of the tax.** The tax terminates at the earlier of (1) 25 years after being imposed, or (2) when revenues are sufficient to pay for the approved projects and any associated bond costs, subject to the requirements that the termination occurs at the start of a calendar quarter.

**Section** **Description**

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Any excess revenue related to the timing of the termination goes into either the state or county general fund. The county may, by ordinance, terminate the tax early.

Effective date: upon local approval and compliance with section 645.021



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