City of Cross Lake; taxes authorized. Allows the city of Cross Lake to impose a local sales and use tax of one-fourth on one percent and a $20 per vehicle tax on motor vehicle sales by dealers within the city. The revenues are to be used to construct and improve and waste water treatment facility.

Subd. 1. Sales and use tax. Authorizes the city to impose a sales and use tax of up to a quarter of one percent. The tax would be subject to all the standard statutory provisions in section 297A.48, including the requirement that the imposition of the tax be approved by the voters at a general election.

Subd. 2. Excise tax. Authorizes the city to impose a flat tax of $20 per vehicle on all motor vehicle sales made by dealers within the city limits.

Subd. 3. Use of revenues. Requires that the revenues raised from the taxes in subdivisions 2 and 3 be used for construction and improvement of a wastewater treatment facility.

Subd. 4. Bonding authority. Allows the city to issue bonds for the project without voter approval. The bonds would not be included when calculating debt limits for the city. Requires that the bonds be general obligations of the city even if the taxes in subdivisions 1 and 2 are pledged to payment of the bonds.

Subd. 5. Termination of the taxes. The taxes expire when sufficient revenues have been raised to pay for the construction and improvement of the water treatment plant and any associated bond costs. The city may chose to terminate the taxes at an earlier time if desired.

Subd. 6. Effective date.