

Subject International Falls local sales tax

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Overview

Allows the city of International Falls to impose a local sales tax of up to one percent to raise \$30 million plus associated bond costs for transportation and other public infrastructure projects in the city. The tax expires at the earlier of 30 years or when allowed revenues are raised.

Summary

Section	Description
1	<p>City of International Falls; tax authorized.</p> <p>Subd. 1. Sales and use tax authorization. Based on approval by the voters at the 2018 general election the city may impose a local sales and use tax of up to one percent to fund the projects listed in subdivision 2.</p> <p>Subd. 2. Use of sales and use tax revenues. Allows the city to raise \$30 million, plus the amount needed to cover associated bond costs to pay for transportation and other public infrastructure projects in the city.</p> <p>Subd. 3. Bonding authority. Allows the city to issue up to \$30 million in bonds to fund the projects in subdivision 2 without another referendum. Excludes the bonds from the city's debt limits.</p> <p>Subd. 4. Termination of tax. The tax terminates at the earlier of 30 years or when the city has received an amount equal to \$30 million plus associated bond costs. Any extra revenues received because local tax may only terminate at the end of a calendar quarter may go to the city general fund. The city council may terminate the tax early if desired.</p> <p>Effective upon the city complying with the approval and filing requirements for special laws.</p>



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