

Subject Marshall local sales tax

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Date March 5, 2022

### Overview

Allows the city of Marshall to extend its currently authorized 0.50 percent local sales tax to fund \$16 million for an aquatic center. Bond costs may be raised for the projects and the tax will expire at the earlier of (1) 30 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>City of Marshall; taxes authorized.</b>
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**Subd. 2a. Authorization; extension.** Authorizes the city of Marshall to extend a local sales and use tax of 0.50 percent if approved at a general election within two years of the authority being granted.

**Subd. 3a. Use of sales and use tax revenues; aquatic center.** Allows the city to use the tax revenues to fund the following project:

- \$16 million for construction of a new municipal aquatic center

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

**Subd. 4a. Bonds; additional use and extension of tax.** Allows the city to bond for any project listed in subdivision 3a that is approved by the voters. The amount of bonds that may be issued for each project is the amount listed in subdivision 3a 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. 5. Termination of taxes.** The tax terminates at the earlier of (1) 30 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 city general fund. The city may, by ordinance, terminate the tax early.

Effective date: upon local approval and compliance under section 645.021.



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