

**SENATE  
STATE OF MINNESOTA  
NINETY-THIRD SESSION**

**S.F. No. 1589**

(SENATE AUTHORS: EICHORN, Hauschild, Kupec and Weber)

DATE  
02/13/2023

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Introduction and first reading  
Referred to Taxes

OFFICIAL STATUS

1.1 A bill for an act  
1.2 relating to taxation; sales and use; expanding the exemption for purchases by  
1.3 nonprofit snowmobile clubs; amending Minnesota Statutes 2022, section 297A.70,  
1.4 subdivision 19.

1.5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

1.6 Section 1. Minnesota Statutes 2022, section 297A.70, subdivision 19, is amended to read:

1.7 Subd. 19. **Nonprofit snowmobile clubs; machinery and equipment.** (a) The following  
1.8 sales to an eligible nonprofit snowmobile club are exempt:

1.9 (1) sales of tangible personal property, including grooming machines, attachments, other  
1.10 associated accessories, and repair parts, to a nonprofit snowmobile club that is used primarily  
1.11 and directly for the grooming of state or grant-in-aid snowmobile trails are exempt. The  
1.12 exemption applies to grooming machines, attachments, other associated accessories, and  
1.13 repair parts; and

1.14 (2) sales of materials and supplies used or consumed in, and equipment incorporated  
1.15 into, the construction, reconstruction, maintenance, or improvement of state or grant-in-aid  
1.16 snowmobile trails, completed by the nonprofit snowmobile club.

1.17 (b) A nonprofit snowmobile club is eligible for the exemption under this subdivision if  
1.18 it received, in the current year or in the previous three-year period, a state grant-in-aid  
1.19 maintenance and grooming grant administered by the Department of Natural Resources by  
1.20 applying for the grant with a local unit of government sponsor.

1.21 EFFECTIVE DATE. This section is effective for sales and purchases made after June  
1.22 30, 2023.