

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

S.F. No. 4561

(SENATE AUTHORS: GAZELKA)

DATE
05/02/2022

D-PG

Introduction and first reading
Referred to Taxes

OFFICIAL STATUS

1.1 A bill for an act
1.2 relating to taxation; sales and use; modifying the authorization for the Little Falls
1.3 local sales tax; amending Laws 2021, First Special Session chapter 14, article 8,
1.4 section 11, subdivisions 2, 3.

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

1.6 Section 1. Laws 2021, First Special Session chapter 14, article 8, section 11, subdivision
1.7 2, is amended to read:

1.8 Subd. 2. **Use of sales and use tax revenues.** (a) The revenues derived from the tax
1.9 authorized under subdivision 1 must be used by the city of Little Falls to pay the costs of
1.10 collecting and administering the tax and for up to ~~\$17,000,000~~ \$30,000,000 for the cost of
1.11 constructing a community recreational facility that includes a gymnasium with an indoor
1.12 track, multipurpose rooms for meeting and educational spaces, office and storage space,
1.13 and outdoor recreational facilities for aquatic recreation with a master plan to incorporate
1.14 future additions to the facility.

1.15 (b) The modification to the amount of revenues that may be used to fund the project
1.16 under paragraph (a) applies notwithstanding the requirements in Minnesota Statutes, section
1.17 297A.99, subdivision 2, paragraphs (a) and (b).

1.18 **EFFECTIVE DATE.** This section is effective the day after the governing body of the
1.19 city of Little Falls and its chief clerical officer comply with Minnesota Statutes, section
1.20 645.021, subdivisions 2 and 3.

2.1 Sec. 2. Laws 2021, First Special Session chapter 14, article 8, section 11, subdivision 3,
2.2 is amended to read:

2.3 Subd. 3. **Bonding authority.** (a) The city of Little Falls may issue bonds under Minnesota
2.4 Statutes, chapter 475, to finance all or a portion of the costs of the project authorized in
2.5 subdivision 2 and approved by the voters as required under Minnesota Statutes, section
2.6 297A.99, subdivision 3, paragraph (a). The aggregate principal amount of bonds issued
2.7 under this subdivision may not exceed ~~\$17,000,000~~ \$30,000,000 for the project listed in
2.8 subdivision 2 plus an amount needed to pay capitalized interest and an amount to be applied
2.9 to the payment of the costs of issuing the bonds. The bonds may be paid from or secured
2.10 by any funds available to the city of Little Falls, including the tax authorized under
2.11 subdivision 1. The issuance of bonds under this subdivision is not subject to Minnesota
2.12 Statutes, sections 275.60 and 275.61.

2.13 (b) The bonds are not included in computing any debt limitation applicable to the city
2.14 of Little Falls, and any levy of taxes under Minnesota Statutes, section 475.61, to pay
2.15 principal and interest on the bonds is not subject to any levy limitation. A separate election
2.16 to approve the bonds under Minnesota Statutes, section 475.58, is not required.

2.17 (c) The modification to the amount of bonding authority under paragraph (a) applies
2.18 notwithstanding the requirements in Minnesota Statutes, section 297A.99, subdivision 2,
2.19 paragraphs (a) and (b).

2.20 **EFFECTIVE DATE.** This section is effective the day after the governing body of the
2.21 city of Little Falls and its chief clerical officer comply with Minnesota Statutes, section
2.22 645.021, subdivisions 2 and 3.