

**SENATE**  
**STATE OF MINNESOTA**  
**EIGHTY-NINTH SESSION**

**S.F. No. 1695**

(SENATE AUTHORS: REST)

DATE	D-PG	OFFICIAL STATUS
03/12/2015		Introduction and first reading Referred to Taxes

1.1 A bill for an act  
 1.2 relating to taxation; sales and use; modifying certain sales tax rates; amending  
 1.3 Minnesota Statutes 2014, sections 297A.62, subdivision 1; 297A.992,  
 1.4 subdivision 2.

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

1.6 Section 1. Minnesota Statutes 2014, section 297A.62, subdivision 1, is amended to read:

1.7 Subdivision 1. **Generally.** Except as otherwise provided in subdivision 3 or in this  
 1.8 chapter, a sales tax of ~~6.5~~ 6.25 percent is imposed on the gross receipts from retail sales as  
 1.9 defined in section 297A.61, subdivision 4, made in this state or to a destination in this  
 1.10 state by a person who is required to have or voluntarily obtains a permit under section  
 1.11 297A.83, subdivision 1.

1.12 **EFFECTIVE DATE.** This section is effective for sales and purchases made after  
 1.13 June 30, 2015.

1.14 Sec. 2. Minnesota Statutes 2014, section 297A.992, subdivision 2, is amended to read:

1.15 Subd. 2. **Authorization; rates.** (a) Notwithstanding section 297A.99, subdivisions  
 1.16 1, 2, and 3, or 477A.016, or any other law, the board of a county participating in a  
 1.17 joint powers agreement as specified in this section shall impose by resolution (1) a  
 1.18 transportation sales and use tax at a rate of ~~one-quarter~~ one-half of one percent on retail  
 1.19 sales and uses taxable under this chapter, and (2) an excise tax of \$20 per motor vehicle,  
 1.20 as defined in section 297B.01, subdivision 11, purchased or acquired from any person  
 1.21 engaged in the business of selling motor vehicles at retail, occurring within the jurisdiction  
 1.22 of the taxing authority. The taxes authorized are to fund transportation improvements as

2.1 specified in this section, including debt service on obligations issued to finance such  
2.2 improvements pursuant to subdivision 7.

2.3 (b) The tax imposed under this section is not included in determining if the total tax  
2.4 on lodging in the city of Minneapolis exceeds the maximum allowed tax under Laws 1986,  
2.5 chapter 396, section 5, as amended by Laws 2001, First Special Session chapter 5, article  
2.6 12, section 87, or in determining a tax that may be imposed under any other limitations.

2.7 **EFFECTIVE DATE.** This section is effective July 1, 2015, and applies in the  
2.8 counties of Anoka, Carver, Dakota, Hennepin, Ramsey, Scott, and Washington.