

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

**S.F. No. 945**

(SENATE AUTHORS: DAHMS, Weber and Hoffman)

DATE  
02/03/2025

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Introduction and first reading  
Referred to Taxes

OFFICIAL STATUS

1.1 A bill for an act  
1.2 relating to sales and use; providing a refundable exemption for construction  
1.3 materials for certain projects in the Redwood Independent School District.

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

1.5 Section 1. **REDWOOD AREA INDEPENDENT SCHOOL DISTRICT;**  
1.6 **REFUNDABLE SALES AND USE TAX EXEMPTION FOR CONSTRUCTION**  
1.7 **MATERIALS.**

1.8 Subdivision 1. Exemption; refund. (a) Materials and supplies used or consumed in and  
1.9 equipment incorporated into the construction, reconstruction, upgrade, expansion, renovation,  
1.10 or remodeling of Redwood Valley Elementary in Independent School District No. 2897,  
1.11 Redwood Falls, are exempt from sales and use tax imposed under Minnesota Statutes,  
1.12 chapter 297A, if materials, supplies, and equipment are purchased after March 11, 2024,  
1.13 and before September 9, 2026.

1.14 (b) The tax must be imposed and collected as if the rate under Minnesota Statutes, section  
1.15 297A.62, subdivisions 1 and 1a, applied and then refunded in the same manner provided  
1.16 for projects under Minnesota Statutes, section 297A.75, subdivision 1, clause (17).

1.17 Subd. 2. Appropriation. The amount required to pay the refunds under subdivision 1  
1.18 is appropriated from the general fund to the commissioner of revenue.

1.19 EFFECTIVE DATE. This section is effective retroactively for sales and purchases  
1.20 made after March 11, 2024, and before September 9, 2026.