

SENATE  
STATE OF MINNESOTA  
NINETIETH SESSION

S.F. No. 3730

(SENATE AUTHORS: LITTLE)

DATE	D-PG	OFFICIAL STATUS
03/21/2018	6876	Introduction and first reading Referred to Taxes

1.1A bill for an act

1.2relating to taxation; sales and use; exempting prepared food used in certain nonprofit

1.3food programs; amending Minnesota Statutes 2016, section 297A.70, by adding

1.4a subdivision.

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

1.6Section 1. Minnesota Statutes 2016, section 297A.70, is amended by adding a subdivision

1.7to read:

1.8Subd. 21. **Prepared food used by certain nonprofits.** Sales of prepared food to a

1.9nonprofit organization that, as part of its charitable mission, is sponsoring and managing

1.10the provision of meals and other food through the federal Child and Adult Care Food Program

1.11to unaffiliated centers and sites are exempt from sales tax. Only prepared food purchased

1.12from a caterer or other business under a contract with the nonprofit and used directly in the

1.13Child and Adult Care Food Program qualifies for this exemption. Prepared food purchased

1.14by the nonprofit for other purposes remains taxable.

1.15EFFECTIVE DATE. This section is effective for sales and purchases made after June

1.1630, 2018.