

SENATE

STATE OF MINNESOTA

EIGHTY-NINTH SESSION

S.F. No. 1943

(SENATE AUTHORS: WEBER)

DATE	D-PG	OFFICIAL STATUS
03/23/2015	1221	Introduction and first reading Referred to Taxes

A bill for an act
relating to taxation; sales and use; providing an exemption for construction of
certain housing by the Worthington Housing and Redevelopment Authority;
appropriating money.

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

Section 1. **SALES TAX EXEMPTION FOR CONSTRUCTION OF
CERTAIN HOUSING; WORTHINGTON HOUSING AND REDEVELOPMENT
AUTHORITY.**

Subdivision 1. **Exemption.** Materials and supplies used in, including the material
components of modular homes, and equipment incorporated into the construction and
initial equipping of a multifamily moderate income rental housing facility developed by
the Worthington Housing and Redevelopment Authority are exempt from sales tax under
chapter 297A provided that:

- (1) the facility consists of at least 45 townhome housing units;
- (2) the facility is built at the southwest quadrant of the intersection of County Road
35 and County Road 5 (Read Avenue) in the city of Worthington; and
- (3) construction and equipping of the facility is completed by

The exemption applies to qualifying purchases of the Worthington Housing and
Redevelopment Authority and its contractors, subcontractors, and builders.

Subd. 2. **Tax paid; refund.** The tax on purchases exempt under subdivision 1 must
be imposed and collected as if the rate under Minnesota Statutes, section 297A.62, applied,
and then refunded in the manner provided in Minnesota Statutes, section 297A.75. The
applicant for the refund must be the Worthington Housing and Redevelopment Authority.
If the tax was paid by a contractor, subcontractor, or builder, the contractor, subcontractor,

2.1 or builder must furnish to the refund applicant a statement including the cost of the exempt
2.2 items and the taxes paid on the items.

2.3 Subd. 3. **Appropriation.** The amount required to make the refund under this section
2.4 is appropriated from the general fund to the commissioner of revenue.

2.5 **EFFECTIVE DATE.** This section is effective for sales and purchases made after ...
2.6 and before