

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

**S.F. No. 3525**

(SENATE AUTHORS: COLEMAN)

DATE  
02/12/2024

D-PG  
11552 Introduction and first reading  
Referred to Taxes

OFFICIAL STATUS

1.1 A bill for an act  
1.2 relating to taxation; sales and use; providing an exemption for construction materials  
1.3 for certain projects in the city of Chaska.

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

1.5 Section 1. **CITY OF CHASKA; SALES TAX EXEMPTION FOR CONSTRUCTION**  
1.6 **MATERIALS.**

1.7 Subdivision 1. Exemption; refund. (a) Materials and supplies used or consumed in and  
1.8 equipment incorporated into the construction, reconstruction, upgrade, expansion, renovation,  
1.9 or remodeling of a public safety facility and emergency operations center in the city of  
1.10 Chaska are exempt from sales and use tax under Minnesota Statutes, chapter 297A, provided  
1.11 that the materials, supplies, and equipment are purchased after December 31, 2023, and  
1.12 before January 1, 2026.

1.13 (b) The tax must be imposed and collected as if the rate under Minnesota Statutes, section  
1.14 297A.62, subdivision 1, applied and then refunded in the same manner provided for projects  
1.15 under Minnesota Statutes, section 297A.75, subdivision 1, clause (17). Refunds for eligible  
1.16 purchases must not be issued until after June 30, 2024.

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 December 31, 2023, and before January 1, 2026.