

March 22, 2023

	Yes	No
DOR Administrative Costs/Savings	X	

Department of Revenue
Analysis of H.F. 3069 (Gomez)

This bill will create an advisory task force to examine the role of local taxes in city and county government funding. The task force will consist of the following members: three members of the house of representatives, two appointed by the speaker of the house and one appointed by the minority leader of the house of representatives, three members of the senate, two appointed by the majority leader of the senate and one appointed by the minority leader of the senate, the commissioner of revenue or the commissioner’s designee, one member from the League of Minnesota Cities and one member from the Association of Minnesota Counties. Appointments to the task force must be made no later than July 1, 2023.

The commissioner of revenue shall convene the first meeting to be held no later than July 15, 2023. The duties of the task force include determining:

- objective evaluation criteria for general local sales tax proposals, food and beverage tax proposals, and lodging tax proposals,
- the appropriate entity or entities to evaluate local tax proposals,
- the appropriate process for enacting new or modifying existing local taxes,
- the necessary changes to current law to accomplish the above.

The commissioner of revenue must provide professional, technical, and administrative support to the task force, and draft and compile the report and send it to the legislative committees with jurisdiction over local taxes no later than January 15, 2024.

Members of the task force shall be reimbursed for all travel expenses actually and necessarily incurred in the performance of the members' duties in accordance with policies adopted by the Legislative Coordinating Commission.

The bill would have no impact on state taxes.

Minnesota Department of Revenue
Tax Research Division
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