

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

**S.F. No. 1942**

(SENATE AUTHORS: NELSON, Putnam, Weber and Rasmusson)

DATE	D-PG	OFFICIAL STATUS
02/27/2025	563	Introduction and first reading Referred to Taxes
03/02/2026	6461	Author added Rasmusson

1.1 A bill for an act

1.2 relating to taxation; estate; conforming to the federal estate tax exclusion amount;

1.3 amending Minnesota Statutes 2024, sections 289A.10, subdivision 1; 291.016,

1.4 subdivision 3.

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

1.6 Section 1. Minnesota Statutes 2024, section 289A.10, subdivision 1, is amended to read:

1.7 Subdivision 1. **Return required.** In the case of a decedent who has an interest in property

1.8 with a situs in Minnesota, the personal representative must submit a Minnesota estate tax

1.9 return to the commissioner, on a form prescribed by the commissioner, if:

1.10 ~~(1) a federal estate tax return is required to be filed; or~~

1.11 ~~(2) the sum of the federal gross estate and federal adjusted taxable gifts, as defined in~~

1.12 ~~section 2001(b) of the Internal Revenue Code, made within three years of the date of the~~

1.13 ~~decedent's death exceeds \$1,200,000 for estates of decedents dying in 2014; \$1,400,000 for~~

1.14 ~~estates of decedents dying in 2015; \$1,600,000 for estates of decedents dying in 2016;~~

1.15 ~~\$2,100,000 for estates of decedents dying in 2017; \$2,400,000 for estates of decedents dying~~

1.16 ~~in 2018; \$2,700,000 for estates of decedents dying in 2019; and \$3,000,000 for estates of~~

1.17 ~~decedents dying in 2020 and thereafter.~~

1.18 The return must contain a computation of the Minnesota estate tax due. The return must

1.19 be signed by the personal representative.

1.20 **EFFECTIVE DATE.** This section is effective for estates of decedents dying after

1.21 December 31, 2024.

2.1 Sec. 2. Minnesota Statutes 2024, section 291.016, subdivision 3, is amended to read:

2.2 Subd. 3. **Subtraction.** ~~(a) For estates of decedents dying after December 31, 2016, A~~  
2.3 subtraction is allowed in computing the Minnesota taxable estate, equal to the ~~sum of:~~  
2.4 decedent's applicable federal exclusion amount under section 2010(c)(3) of the Internal  
2.5 Revenue Code.

2.6 ~~(1) the exclusion amount for the year of death under paragraph (b); and~~

2.7 ~~(2) the lesser of:~~

2.8 ~~(i) the value of qualified small business property under section 291.03, subdivision 9,~~  
2.9 ~~and the value of qualified farm property under section 291.03, subdivision 10; or~~

2.10 ~~(ii) \$5,000,000 minus the exclusion amount for the year of death under paragraph (b).~~

2.11 ~~(b) The following exclusion amounts apply for the year of death:~~

2.12 ~~(1) \$2,100,000 for decedents dying in 2017;~~

2.13 ~~(2) \$2,400,000 for decedents dying in 2018;~~

2.14 ~~(3) \$2,700,000 for decedents dying in 2019; and~~

2.15 ~~(4) \$3,000,000 for decedents dying in 2020 and thereafter.~~

2.16 ~~(e)~~ (b) The subtraction under this subdivision must not reduce the Minnesota taxable  
2.17 estate to less than zero.

2.18 **EFFECTIVE DATE.** This section is effective for estates of decedents dying after  
2.19 December 31, 2024.