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REVISOR

State of Minnesota

HOUSE OF REPRESENTATIVES н. г. №. 2972

NINETIETH SESSION

02/22/2018

Authored by Sundin The bill was read for the first time and referred to the Committee on Health and Human Services Reform

| 1.1 | A bill for an act |
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| 1.2 | relating to taxation; individual income; establishing a credit for installing a well |
| 1.3 1.4 | water mitigation system; proposing coding for new law in Minnesota Statutes, chapter 290. |
| 1.5 | BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA: |
| 1.6 | Section 1. [290.0687] CREDIT FOR INSTALLING A WELL WATER MITIGATION |
| 1.7 | SYSTEM. |
| 1.8 | Subdivision 1. Definitions. (a) For purposes of this section, the following terms have |
| 1.9 | the meanings given them. |
| 1.10 | (b) "Assessment" means the results of an analysis for nitrate or arsenic conducted by a |
| 1.11 | laboratory certified under section 144.98. |
| 1.12 | (c) "Primary maximum contaminant level" means the level specified in Code of Federal |
| 1.13 | Regulations, title 40, parts 141.62 and 141.66. |
| 1.14 | (d) "Qualified mitigation system" means a system installed on the taxpayer's property |
| 1.15 | to reduce the arsenic or nitrate concentration of water delivered by a qualified well to below |
| 1.16 | the primary maximum contaminant level. |
| 1.17 | (e) "Qualified well" means a well on the taxpayer's residential property used for drinking |
| 1.18 | water that delivers water receiving an assessment for nitrate or arsenic above the primary |
| 1.19 | maximum contaminant level. |
| 1.20 | Subd. 2. Credit allowed. (a) A taxpayer who installs a qualified mitigation system is |
| 1.21 | allowed a credit against the tax imposed under this chapter. The credit equals the lesser of: |
| 1.22 | (1) the cost, including installation, of the qualified mitigation system; or |

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| 2.1 | <u>(2) \$500.</u> |
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| 2.2 | (b) A taxpayer may claim the credit only after the commissioner of health provides the |
| 2.3 | taxpayer a certificate of approval. |
| 2.4 | (c) A taxpayer may claim the credit only one time for each qualified mitigation system |
| 2.5 | installed. |
| 2.6 | (d) For a nonresident or a part-year resident, the credit under this subdivision must be |
| 2.7 | allocated based on the percentage calculated under section 290.06, subdivision 2c, paragraph |
| 2.8 | <u>(e).</u> |
| 2.9 | Subd. 3. Commissioner of health duties. (a) The commissioner of health shall: |
| 2.10 | (1) develop and publish a list of entities approved to provide assessments of qualified |
| 2.11 | wells; |
| 2.12 | (2) provide reasonable and necessary assistance and support to taxpayers seeking to |
| 2.13 | qualify for the credit; |
| 2.14 | (3) provide certificates of approval to taxpayers who are eligible to receive the credit; |
| 2.15 | and |
| 2.16 | (4) share information with the commissioner of revenue to the extent necessary to |
| 2.17 | administer provisions under this section. |
| 2.18 | (b) The commissioner of health must annually notify the commissioner of revenue of |
| 2.19 | certification of taxpayers eligible for the credit under this section. The notification must |
| 2.20 | include the amount of credit approved and stated on the credit certificate. |
| 2.21 | (c) The commissioner of health shall not issue more than one credit certificate per |
| 2.22 | taxpayer per property in a taxable year. |
| 2.23 | (d) The certification required under this subdivision is valid only for the taxable year in |
| 2.24 | which the certificate is issued. |
| 2.25 | EFFECTIVE DATE. This section is effective for taxable years beginning after December |

2.26 <u>31, 2017.</u>

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