

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

**S.F. No. 2374**

(SENATE AUTHORS: DZIEDZIC, Hawj and Franzen)

DATE	D-PG	OFFICIAL STATUS
04/07/2021	1310	Introduction and first reading Referred to Taxes
04/08/2021	1541	Author added Franzen

1.1 A bill for an act

1.2 relating to taxation; income and corporate franchise; providing a onetime subtraction

1.3 for small business relief grants.

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

1.5 Section 1. **ONETIME INCOME TAX SUBTRACTION FOR SMALL BUSINESS**

1.6 **RELIEF GRANTS.**

1.7 Subdivision 1. Subtraction allowed; individual filers. (a) For taxable years beginning

1.8 after December 31, 2019, and before January 1, 2021, the amount of any grant received by

1.9 a qualifying business is a subtraction.

1.10 (b) For purposes of this subdivision:

1.11 (1) "qualifying business" is a business that received a grant under Laws 2020, First

1.12 Special Session chapter 1, section 4; and

1.13 (2) "subtraction" has the meaning provided in Minnesota Statutes, section 290.0132,

1.14 subdivision 1.

1.15 Subd. 2. Subtraction allowed; corporate filers. (a) For taxable years beginning after

1.16 December 31, 2019, and before January 1, 2021, the amount of any grant received by a

1.17 qualifying business that is a corporation, other than an S corporation, is a subtraction.

1.18 (b) For purposes of this subdivision:

1.19 (1) "qualifying business" is a business that received a grant under Laws 2020, First

1.20 Special Session chapter 1, section 4; and

2.1 (2) "subtraction" has the meaning provided in Minnesota Statutes, section 290.0134,  
2.2 subdivision 1.

2.3 **EFFECTIVE DATE.** This section is effective retroactively for taxable years beginning  
2.4 after December 31, 2019, and before January 1, 2021.