

SENATE
STATE OF MINNESOTA
NINETY-SECOND SESSION

S.F. No. 2233

(SENATE AUTHORS: WEBER)

DATE
03/22/2021

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Introduction and first reading
Referred to Taxes

OFFICIAL STATUS

- 1.1 A bill for an act
- 1.2 relating to taxation; property; modifying the first tier valuation limit for agricultural
- 1.3 homestead property; amending Minnesota Statutes 2020, section 273.11,
- 1.4 subdivision 23.
- 1.5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:
- 1.6 Section 1. Minnesota Statutes 2020, section 273.11, subdivision 23, is amended to read:
- 1.7 Subd. 23. **First tier valuation limit; agricultural homestead property.** (a) The
- 1.8 commissioner of revenue shall annually certify the first tier limit for agricultural homestead
- 1.9 property. For assessment year ~~2010~~ 2022, the limit is ~~\$1,140,000~~ \$2,000,000. Beginning
- 1.10 with assessment year ~~2011~~ 2023, the limit is the product of (i) the first tier limit for the
- 1.11 preceding assessment year, and (ii) the ratio of the statewide average taxable market value
- 1.12 of agricultural property per acre of deeded farm land in the preceding assessment year to
- 1.13 the statewide average taxable market value of agricultural property per acre of deeded farm
- 1.14 land for the second preceding assessment year. The limit shall be rounded to the nearest
- 1.15 \$10,000.
- 1.16 (b) For the purposes of this subdivision, "agricultural property" means all class 2a
- 1.17 property under section 273.13, subdivision 23, except for property consisting of the house,
- 1.18 garage, and immediately surrounding one acre of land of an agricultural homestead.
- 1.19 (c) The commissioner shall certify the limit by January 2 of each assessment year.
- 1.20 **EFFECTIVE DATE.** This section is effective beginning with assessment year 2022
- 1.21 and thereafter.