

SENATE
STATE OF MINNESOTA
NINETY-SECOND SESSION

S.F. No. 3185

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DATE	D-PG	OFFICIAL STATUS
02/17/2022	5044	Introduction and first reading Referred to Taxes
03/16/2022	5370	Author added Bigham

1.1 A bill for an act

1.2 relating to taxation; property tax refunds; reducing co-pays, reducing thresholds,

1.3 and increasing maximum refunds for the homestead credit refund; amending

1.4 Minnesota Statutes 2020, section 290A.04, subdivisions 2, 4.

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

1.6 Section 1. Minnesota Statutes 2020, section 290A.04, subdivision 2, is amended to read:

1.7 Subd. 2. **Homeowners; homestead credit refund.** A claimant whose property taxes

1.8 payable are in excess of the percentage of the household income stated below shall pay an

1.9 amount equal to the percent of income shown for the appropriate household income level

1.10 along with the percent to be paid by the claimant of the remaining amount of property taxes

1.11 payable. The state refund equals the amount of property taxes payable that remain, up to

1.12 the state refund amount shown below.

Household Income	Percent of Income	Percent Paid by Claimant	Maximum State Refund
\$0 to 1,739		15 percent	2,770
<u>\$0 to \$1,920</u>	1.0 percent	<u>10 percent</u>	\$ <u>3,360</u>
1,740 to 3,459		15 percent	2,770
<u>\$1,920 to \$3,820</u>	1.1 percent	<u>10 percent</u>	\$ <u>3,360</u>
3,460 to 5,239		15 percent	2,770
<u>\$3,820 to \$5,790</u>	1.2 percent	<u>10 percent</u>	\$ <u>3,360</u>
5,240 to 6,989		20 percent	2,770
<u>\$5,790 to \$7,730</u>	1.3 percent	<u>15 percent</u>	\$ <u>3,360</u>
6,990 to 8,719		20 percent	2,770
<u>\$7,730 to \$9,640</u>	1.4 percent	<u>15 percent</u>	\$ <u>3,360</u>
8,720 to 12,219		20 percent	2,770
<u>\$9,640 to \$13,510</u>	1.5 percent	<u>15 percent</u>	\$ <u>3,360</u>

2.1	12,220 to 13,949		20 percent	2,770
2.2	<u>\$13,510 to \$15,420</u>	1.6 percent	<u>15 percent</u>	\$ <u>3,360</u>
2.3	13,950 to 15,709		20 percent	2,770
2.4	<u>\$15,420 to \$17,370</u>	1.7 percent	<u>15 percent</u>	\$ <u>3,360</u>
2.5	15,710 to 17,449		20 percent	2,770
2.6	<u>\$17,370 to \$19,290</u>	1.8 percent	<u>15 percent</u>	\$ <u>3,360</u>
2.7	17,450 to 19,179		25 percent	2,770
2.8	<u>\$19,290 to \$21,200</u>	1.9 percent	<u>15 percent</u>	\$ <u>3,360</u>
2.9	19,180 to 24,429	2.0 percent	25 percent	2,770
2.10	<u>\$21,200 to \$27,010</u>	<u>1.9 percent</u>	<u>15 percent</u>	\$ <u>3,360</u>
2.11	24,430 to 26,169	2.0 percent	30 percent	2,770
2.12	<u>\$27,010 to \$28,930</u>	<u>1.9 percent</u>	<u>20 percent</u>	\$ <u>3,360</u>
2.13	26,170 to 29,669	2.0 percent	30 percent	2,770
2.14	<u>\$28,930 to \$32,800</u>	<u>1.9 percent</u>	<u>20 percent</u>	\$ <u>3,360</u>
2.15	29,670 to 41,859		35 percent	2,770
2.16	<u>\$32,800 to \$46,270</u>	2.0 percent	<u>25 percent</u>	\$ <u>3,360</u>
2.17	41,860 to 61,049		35 percent	2,240
2.18	<u>\$46,270 to \$67,490</u>	2.0 percent	<u>25 percent</u>	\$ <u>2,780</u>
2.19	61,050 to 69,769		40 percent	1,960
2.20	<u>\$67,490 to \$77,130</u>	2.0 percent	<u>30 percent</u>	\$ <u>2,470</u>
2.21	69,770 to 78,499		40 percent	1,620
2.22	<u>\$77,130 to \$86,780</u>	2.1 percent	<u>30 percent</u>	\$ <u>2,090</u>
2.23	78,500 to 87,219		40 percent	1,450
2.24	<u>\$86,780 to \$96,420</u>	2.2 percent	<u>35 percent</u>	\$ <u>1,900</u>
2.25	87,220 to 95,939		40 percent	1,270
2.26	<u>\$96,420 to \$106,060</u>	2.3 percent	<u>35 percent</u>	\$ <u>1,700</u>
2.27	95,940 to 101,179		45 percent	1,070
2.28	<u>\$106,060 to \$111,850</u>	2.4 percent	<u>40 percent</u>	\$ <u>1,480</u>
2.29	101,180 to 104,689		45 percent	890
2.30	<u>\$111,850 to \$115,730</u>	2.5 percent	<u>40 percent</u>	\$ <u>1,280</u>
2.31	104,690 to 108,919		50 percent	730
2.32	<u>\$115,730 to \$120,410</u>	2.5 percent	<u>45 percent</u>	\$ <u>1,110</u>
2.33	108,920 to 113,149		50 percent	540
2.34	<u>\$120,410 to \$125,080</u>	2.5 percent	<u>45 percent</u>	\$ <u>900</u>

2.35 The payment made to a claimant shall be the amount of the state refund calculated under
 2.36 this subdivision. No payment is allowed if the claimant's household income is ~~\$113,150~~
 2.37 \$125,080 or more.

2.38 **EFFECTIVE DATE.** This section is effective for claims based on property taxes payable
 2.39 in 2023 and following years.

3.1 Sec. 2. Minnesota Statutes 2020, section 290A.04, subdivision 4, is amended to read:

3.2 Subd. 4. **Inflation adjustment.** The commissioner shall annually adjust the dollar
3.3 amounts of the income thresholds and the maximum refunds under subdivisions 2 and 2a
3.4 as provided in section 270C.22. The statutory year for subdivision 2 is 2022. The statutory
3.5 year for subdivision 2a is 2018.

3.6 **EFFECTIVE DATE.** This section is effective for claims based on property taxes payable
3.7 in 2024 and following years.