

SENATE
STATE OF MINNESOTA
NINETY-SECOND SESSION

S.F. No. 1741

(SENATE AUTHORS: TOMASSONI)

DATE	D-PG	OFFICIAL STATUS
03/04/2021	688	Introduction and first reading Referred to Transportation Finance and Policy

1.1A bill for an act

1.2relating to transportation; taxes; modifying the allocation of motor vehicle rental

1.3fee revenue; amending Minnesota Statutes 2020, section 297A.64, subdivision 5.

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

1.5Section 1. Minnesota Statutes 2020, section 297A.64, subdivision 5, is amended to read:

1.6Subd. 5. **Payment of excess fees.** (a) On the first sales tax return due following the end

1.7of a calendar year during which a lessor has imposed a fee under subdivision 2, the lessor

1.8shall report to the commissioner of revenue, in the form required by the commissioner, the

1.9amount of the fee collected during the previous year and the amount of motor vehicle

1.10registration taxes paid during the previous year by the lessor under chapter 168 on vehicles

1.11subject to the fee under this section.

1.12(b) If the amount of the fees collected exceeds the amount of motor vehicle registration

1.13taxes paid, the lessor shall remit the excess to the commissioner of revenue at the time the

1.14report is submitted.

1.15(c) Notwithstanding paragraph (b), for fee collections in calendar years 2021 through

1.162025, the lessor may retain any excess fees collected such that the total retained under this

1.17paragraph does not exceed the shortfall amount. For purposes of this paragraph, "shortfall

1.18amount" means the greater of (1) zero, or (2) the total motor vehicle registration taxes paid

1.19in calendar year 2020, less the total collected by the lessor in 2020 from the fee imposed

1.20under subdivision 2.