

Senate Counsel, Research, and Fiscal Analysis

Tom Bottem, Director

Minnesota Senate Building
95 University Ave. W. Suite 3300
ST. PAUL, MN 55155-1800
(651) 296-4791
www.senate.mn/scrfa

Senate

State of Minnesota

S.F. No. 1201 – Modifying Definition of “Income” for Property Tax Refund (as proposed to be amended by A-1 amendment)

Author: Senator Jeff Howe

Prepared by: Eric Silvia, Senate Counsel (651/296-1771)

Date: March 2, 2021

SF 1201 removes veterans disability compensation, to the extent not included in federal adjusted income, from the definition of “income” used to determine eligibility, and the amount of refund, for purposes of the property tax refund. Under current law, “income” begins with federal adjusted gross income but requires other types of nontaxable income, including veterans benefits, to be included.

Effective for refund claims based on property taxes payable in 2022 and rent paid in 2021, and thereafter.