



Invest in Minnesota
COALITION



In 2025, the federal government enacted a far-reaching tax bill (H.R. 1) that included a number of important tax changes for both individuals and businesses. It is now up to each state to determine how they choose to adapt. Some states automatically conform to federal changes while other states like Minnesota make their own determinations about if and how to conform.

A statewide coalition of more than 60 organizations representing small businesses, agriculture, manufacturing, and more supports:

- **Helping businesses reinvest** in Minnesota and our economy
- **Improving Minnesota's competitiveness** as other states reduce their tax burdens and adopt full conformity, Minnesota risks falling behind by not taking advantage of these law changes.
- **Reducing tax compliance costs and complexity** Section 179 expensing

Section 179 expensing

Section 179 is the section of the federal income tax code

that determines when businesses can deduct the cost of purchasing certain equipment. By matching the new \$2.5 million Federal Section 179 deduction limit for capital equipment and other tangible property, Minnesota businesses will be further incentivized to invest here.

Bonus depreciation

Conforming to the updated federal bonus depreciation provisions would allow businesses to immediately deduct a greater share of qualifying equipment purchases and would expand eligibility to certain new manufacturing buildings. This change would benefit businesses across industries, particularly those investing in new manufacturing facilities.

Research and Experimentation (R&E) expensing

Prior to 2022, businesses were able to deduct their domestic R&E costs in the year in which they took place. Since then, business have been required to amortize their domestic R&E costs over a longer five-year period. The federal tax bill returned to immediate expensing. Adopting this change will encourage job growth and additional R&E activity in Minnesota . ■

Let's invest in Minnesota businesses and their employees!

These important tax changes will support economic growth in Minnesota by encouraging more business investment and expansion, benefitting our economy and our state.

Coalition members



Auto Repair / Towing
Energy Transportation
Convenience Retailing
SINCE 1966



FEDERATION

MINNESOTA CHAMBER OF COMMERCE

Albert Lea Freeborn County Chamber of Commerce
Alexandria Lakes Area Chamber of Commerce
Anoka Area Chamber of Commerce
Apple Valley Chamber of Commerce
Austin Area Chamber of Commerce
Bemidji Chamber of Commerce
Big Lake Chamber of Commerce
Brainerd Lakes Chamber
Burnsville Chamber of Commerce
Cloquet Chamber of Commerce
Cottage Grove Chamber of Commerce
Cuyuna Lakes Chamber of Commerce
Dakota County Regional Chamber of Commerce
Detroit Lakes Regional Chamber of Commerce
Duluth Area Chamber of Commerce
The Chamber Grand Forks - East Grand Forks
Eden Prairie Chamber of Commerce
Elk River Area Chamber of Commerce
Fairmont Area chamber of Commerce
Fargo Moorhead West Fargo Chamber of Commerce
Faribault Area Chamber of Commerce and Tourism
Fergus Falls Area Chamber of Commerce
Forward Worthington

Glenwood Lakes Area Chamber of Commerce
Grand Rapids Area Chamber of Commerce
Greater Mankato Growth Inc.
Greater Stillwater Chamber of Commerce
Hastings Area Chamber of Commerce & Tourism Bureau
Hermantown Area Chamber of Commerce
Hibbing Area Chamber of Commerce
Hutchinson Area Chamber of Commerce
I-94 Chamber of Commerce
International Falls Chamber of Commerce
Lake City Chamber of Commerce
Lake County Chamber of Commerce
Lakeville Area Chamber of Commerce & CVB
Laurentian Chamber of Commerce
Litchfield Chamber of Commerce
Lonsdale Chamber of Commerce
Marshall Area Chamber
MetroNorth Chamber of Commerce
Minneapolis Regional Chamber of Commerce
New Prague Chamber of Commerce
New Ulm Area Chamber of Commerce
Northfield Area Chamber of Commerce & Tourism

Owatonna Area Chamber of Commerce and Tourism
Park Rapids Lakes Area Chamber and Tourism
Pipestone Area Chamber of Commerce
Red Wing Chamber of Commerce
Redwood Falls Area Chamber and Tourism
River Heights Chamber of Commerce
Rochester Area Chamber of Commerce
Saint Cloud Area Chamber of Commerce
Sauk Centre Area Chamber of Commerce
Shakopee Chamber and Visitors Bureau
Southwest Metro Chamber of Commerce
St. Anthony Chamber of Commerce
St. Paul Area Chamber of Commerce
Thief River Falls Chamber of Commerce
Twin Cities North Chamber of Commerce
Waconia Chamber of Commerce
Waseca Chamber of Commerce
White Bear Area Chamber of Commerce
Willmar Lakes Area Chamber of Commerce
Windom Chamber of Commerce
Winona Area Chamber of Commerce
Woodbury Area Chamber of Commerce



380 St Peter St Suite 1050, St Paul, MN 55102
651-292-4650