

H.F. 9, the Omnibus Tax Bill, Author’s Amendment (1SS-H0009A17) Summary

Below is a summary of what each line in the author’s amendment accomplishes.

Amendment Page and Line(s)	Summary
1.2-1.10	Conforming change to modify the small business investment (angel) credit sunset in chapter 116J.
1.11	Removes requirement that films receiving a film credit display a logo that promotes Minnesota for at least five seconds during all promotional trailers.
1.12	Clarifying change; allows film credit assignees to claim the credit against the income tax or premiums tax, but not both.
1.13-1.14	Specifies that the federal tax sections adopted in the bill are adopted as amended through March 31, 2021.
1.15	Removes unnecessary subdivision specifying that nontaxable Paycheck Protection Program income and unemployment compensation is considered nontaxable for the purposes of the Minnesota education credit.
1.16-1.18	Film credit; replaces references to “transferor” and “transferee” with “assignor” and “assignee.”
1.19-1.20, 1.22-2.2, 2.5-2.8, 2.12-2.14	Housing tax credit; replaces references to the “fund” with “account,” which is the accounting terminology used by MMB.
1.21	Clarifying change; allows housing tax credit assignees to claim the credit against the income tax or premiums tax, but not both.
2.3-2.4	Housing tax credit; clarifies the effective date for credits claimed against the insurance premiums tax.
2.9-2.11	Housing tax credit; clarifies that set-aside percentages for smaller cities/townships, persons below 50% of the area median income, and single-family housing are minimums.
2.15-4.6	Allows taxpayers who do not have Minnesota-source income other than composite return income or pass-through entity tax income to not file an individual return.
4.7-4.10	Clarifies that a vendor considered to be a “vendor of construction materials” and exempt from the June-accelerated remittance requirement must derive at least 50 percent of its revenue from sources defined in the section.
4.11-4.24	Adds a section that provides a sales tax exemption for the extra price paid to sit in a “preferred viewing location” for season tickets to a college sporting event from the taxable sales price.
4.25-7.25	Adds 4 sections that provide a sales tax exemption for construction materials used or consumed in construction of local public safety facilities.

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7.26-8.3	Extends the sales tax exemption for construction materials used to remediate fire damage in the city of Melrose.
8.4-8.24	Provides a sales tax exemption for construction materials, durable equipment, and cleaning services used to remediate fire damage in the city of Alexandria.
8.25-9.10	Clarifies the technical changes made to the definition of “nicotine solutions products.” Removes language that broadens the base of the tobacco products wholesale tax.
9.11	Moves back by one year the effective date of the new supplemental statement for the notice of proposed property taxes.
9.12-9.17	Requires the commissioner of revenue to review the process by which utility and pipeline properties are valued.
9.18-10.27	Includes in the PILT payment for the Lake Vermilion-Soudan Underground Mine State Park the new Granelda Unit land, which is added to the park in this amendment.
10.28-11.12	Adds new property to the Lake Vermilion-Soudan Underground Mine State Park.
11.13-12.7	Provides grants to certain counties that must pay a refund to a pipeline company as a result of an appeal. Grants must be used to pay refunds and must be paid by the commissioner of revenue by August 15, 2021.
12.8-12.9	Inserts technical language into the local tax provision for the city of Grand Rapids.
12.10-13.33	Authorizes the city of Hermantown to finance an additional project (improvements to Fichtner Park) with revenue derived from its local sales tax.
14.1-14.2	Makes a technical correction to the tax increment financing authorization for the city of Richfield.
14.3-14.4	Clarifies that DOR must only share summary data with the Tax Expenditure Review Commission.
14.5-17.26	Codifies an executive order recognizing the legal relationship between Tribal Nations and the state of Minnesota. State agencies are required to engage and be guided by a meaningful and timely consultation process with Tribal governments on relevant aspects of the agency work.
17.27	Deletes redundant language related to data sharing between DOR and the Tax Expenditure Review Commission.
17.28-19.34	Adds an incentive for the production of oriented strand board at a facility meeting certain qualifications and requires the commissioner of DEED to report on expenditures related to the incentive.
20.1-22.13, 23.2-23.11, 24.14-24.20	Creates a new targeted community capital project grant program for grants to government entities and nonprofit organizations and updating the long summary that provide services in one or more of several specified areas. Grantees under article 3 of the 2020 bonding bill are also eligible in fiscal year

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	2022. \$24 million is appropriated from the general fund to the Department of Employment and Economic Development for the program.
22.14-23.1	Amends a general fund appropriation for the Victoria Theater to accurately reflect the activities for which the appropriation will be used.
23.12-24.13	Establishes a working group to make recommendations to the legislature on the disbursement of \$250 million in financial support to frontline workers.
24.21-24.30	Appropriates \$6.2 million in fiscal year 2022 to the commissioner of transportation for project development of a land bridge over I-94 in St. Paul.
25.1-25.5	Appropriates \$250,000 in fiscal year 2022 to Explore Minnesota Tourism for a grant to the Grand Portage Band to focus on tourism to Grand Portage.
25.6-25.24	Provides grants to the cities of Alexandria and Melrose for fire remediation.