

1.1 Howard and Igo from the Committee on Housing Finance and Policy to which was
1.2 referred:

1.3 H. F. No. 3902, A bill for an act relating to housing; modifying eligible recipients for
1.4 Minnesota housing tax credit contributions; repealing credit sunset; amending Minnesota
1.5 Statutes 2024, section 462A.40, subdivision 3; repealing Minnesota Statutes 2024, section
1.6 290.0683, subdivision 7.

1.7 Reported the same back with the following amendments:

1.8 Page 1, after line 6, insert:

1.9 "Section 1. Minnesota Statutes 2024, section 290.0683, subdivision 1, is amended to read:

1.10 Subdivision 1. **Definitions.** (a) For purposes of this section, the following terms have
1.11 the meanings given.

1.12 (b) "Agency" means the Minnesota Housing Finance Agency.

1.13 (c) "Greater Minnesota" means the area of Minnesota located outside of the metropolitan
1.14 area.

1.15 (d) "Metropolitan area" has the meaning given in section 473.121, subdivision 2.

1.16 ~~(e)~~ (e) "Minnesota housing tax credit contribution account" or "account" means the
1.17 account established in section 462A.40.

1.18 (f) "Population" has the meaning given in section 477A.011, subdivision 3.

1.19 ~~(d)~~ (g) "Qualified project" means a project that qualifies for a grant or loan under section
1.20 462A.40.

1.21 ~~(e)~~ (h) "Taxpayer" means a taxpayer as defined in section 290.01, subdivision 6, or a
1.22 taxpayer as defined in section 297I.01, subdivision 16.

1.23 **EFFECTIVE DATE.** This section is effective for taxable years beginning after December
1.24 31, 2026.

2.1 Sec. 2. Minnesota Statutes 2024, section 290.0683, subdivision 3, is amended to read:

2.2 Subd. 3. **Allocation.** (a) To qualify for the credit, a taxpayer must contribute to the
 2.3 Minnesota housing tax credit contribution account. A taxpayer may indicate that a
 2.4 contribution is intended for a specific qualified project, subject to the limitations in paragraph
 2.5 (b). A taxpayer is prohibited from contributing to certain projects as provided in section
 2.6 462A.40, subdivision 3.

2.7 (b) For each taxable year, the agency must reserve a percentage of credits for contributions
 2.8 to qualified projects located in greater Minnesota equal to greater Minnesota's percentage
 2.9 of the state population. Any portion of a taxable year's credits reserved for contributions to
 2.10 qualified projects located in greater Minnesota that is not allocated by the agency by
 2.11 September 30 of each year is available for allocation to credit applications for contributions
 2.12 to other qualified projects beginning on October 1.

2.13 ~~(b)~~ (c) The aggregate amount of tax credits allowed to all eligible contributors is limited
 2.14 to \$9,900,000 annually.

2.15 ~~(e)~~ (d) Within 30 days after a taxpayer contributes to the account, the agency must file
 2.16 with the contributing taxpayer a credit certificate statement or return any amounts to the
 2.17 taxpayer as provided in this paragraph. The agency must send a copy of the credit certificate
 2.18 to the commissioner. If there are insufficient credits to match the contribution, the agency
 2.19 must not issue a credit certificate for the amount of the contribution for which there are
 2.20 insufficient credits, and must return that amount to the taxpayer before issuing any credit
 2.21 certificate.

2.22 ~~(d)~~ (e) The credit certificate must state the dollar amount of the contribution made by
 2.23 the taxpayer and the date the payment was received by the account, and indicate if the
 2.24 contribution was intended for a specific qualified project.

2.25 **EFFECTIVE DATE.** This section is effective for taxable years beginning after December
 2.26 31, 2026."

2.27 Renumber the sections in sequence

2.28 Amend the title as follows:

2.29 Page 1, line 2, delete "housing" and insert "taxation"

2.30 Correct the title numbers accordingly

2.31 With the recommendation that when so amended the bill be re-referred to the Committee
 2.32 on Taxes.

3.1 This Committee action taken March 3, 2026

3.2 Co-Chair

3.3 Co-Chair