

H.F. 2277

As Amended by H2277DE4

Subject Beginning Farmer Tax Credit**Authors** Vang**Analyst** Colbey Sullivan**Date** April 9, 2024**Summary**

This bill would modify the annual set-aside expiration dates that apply to the state's beginning farmer income tax credit.

Under current law, the Rural Finance Authority (RFA) must allocate 50 percent of all new credits each year to eligible owners of agricultural assets who sell or rent to emerging farmers. However, on October 1st each year, the RFA may allocate unused credits to any eligible owner of agricultural assets regardless of whether the owner sells or rents to an emerging farmer.

H.F. 2277 would change this date from October 1 to June 1, effective for taxable years that begin after December 31, 2023.