

**Subject** Homestead credit state refund co-pays, thresholds, and maximums

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**Date** March 14, 2022

## Summary

H.F. 3518 would modify the parameters used to calculate the homestead credit state refund (homeowner property tax refund). The bill would make three changes to the program:

- 1) Increase maximum refunds for all claimants by \$300.
- 2) Reduce co-pays for all claimants by five to ten percentage points.
- 3) Reduce the income thresholds by 0.1% for claimants with household incomes between \$21,200 and \$32,800.

The bill is effective for 2022 refunds payable in 2023.

### Homestead credit refund program parameters, current law and H.F. 3518 2022 refunds (payable 2023)

Household Income	Income Threshold		Co-Pay Percentage		Maximum Refund	
	Base	H.F. 3518	Base	H.F. 3518	Base	H.F. 3518
\$0 to \$1,940	1.0%	1.0%	15%	10%	\$3,090	\$3,390
\$1,940 to \$3,860	1.1%	1.1%	15%	10%	\$3,090	\$3,390
\$3,860 to \$5,850	1.2%	1.2%	15%	10%	\$3,090	\$3,390
\$5,850 to \$7,800	1.3%	1.3%	20%	15%	\$3,090	\$3,390
\$7,800 to \$9,730	1.4%	1.4%	20%	15%	\$3,090	\$3,390
\$9,730 to \$13,640	1.5%	1.5%	20%	15%	\$3,090	\$3,390
\$13,640 to \$15,570	1.6%	1.6%	20%	15%	\$3,090	\$3,390
\$15,570 to \$17,530	1.7%	1.7%	20%	15%	\$3,090	\$3,390
\$17,530 to \$19,480	1.8%	1.8%	20%	15%	\$3,090	\$3,390
\$19,480 to \$21,410	1.9%	1.9%	25%	20%	\$3,090	\$3,390
\$21,410 to \$27,270	2.0%	1.9%	25%	15%	\$3,090	\$3,390
\$27,270 to \$29,210	2.0%	1.9%	30%	20%	\$3,090	\$3,390
\$29,210 to \$33,120	2.0%	1.9%	30%	20%	\$3,090	\$3,390

Household Income	Income Threshold		Co-Pay Percentage		Maximum Refund	
	Base	H.F. 3518	Base	H.F. 3518	Base	H.F. 3518
\$33,120 to \$46,720	2.0%	2.0%	35%	25%	\$3,090	\$3,390
\$46,720 to \$68,140	2.0%	2.0%	35%	25%	\$2,500	\$2,800
\$68,140 to \$77,870	2.0%	2.0%	40%	30%	\$2,190	\$2,490
\$77,870 to \$87,620	2.1%	2.1%	40%	30%	\$1,810	\$2,110
\$87,620 to \$97,350	2.2%	2.2%	40%	35%	\$1,620	\$1,920
\$97,350 to \$107,080	2.3%	2.3%	40%	35%	\$1,420	\$1,720
\$107,080 to \$112,930	2.4%	2.4%	45%	40%	\$1,190	\$1,490
\$112,930 to \$116,850	2.5%	2.5%	45%	40%	\$990	\$1,290
\$116,850 to \$121,570	2.5%	2.5%	50%	45%	\$810	\$1,110
\$121,570 to \$126,290	2.5%	2.5%	50%	45%	\$600	\$900
\$126,290 and above	Not Eligible					



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