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State of Minnesota

HOUSE OF REPRESENTATIVES

NINETY-FOURTH SESSION

H. F. No. 2499

03/17/2025 Authored by Lee, K.; Gomez; Coulter; Smith; Huot and others
The bill was read for the first time and referred to the Committee on Taxes

1.1 A bill for an act
1.2 relating to taxation; individual income; expanding the renter's credit to provide
1.3 parity with the homestead credit refund; amending Minnesota Statutes 2024, section
1.4 290.0693, subdivision 3.

1.5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

1.6 Section 1. Minnesota Statutes 2024, section 290.0693, subdivision 3, is amended to read:

1.7 Subd. 3. Renters. (a) A taxpayer whose rent constituting property taxes exceeds the
1.8 percentage of the household income stated below must pay an amount equal to the percent
1.9 of income shown for the appropriate household income level along with the percent paid
1.10 by claimant of the remaining amount of rent constituting property taxes. The credit under
1.11 subdivision 2 equals the amount of rent constituting property taxes that remain, up to the
1.12 maximum credit amount shown below.

Table with 4 columns: Household Income, Percent of Income, Percent paid by claimant, Maximum Credit. Rows 1.13-1.25 show income brackets and corresponding percentages and credit amounts.

2.1	<del>21,540 to 23,679</del>			2,310
2.2	<u>22,160 to 24,359</u>	1.4 percent	20 percent	\$ <u>3,500</u>
2.3	<del>23,680 to 28,009</del>			2,240
2.4	<u>24,360 to 28,819</u>	1.5 percent	20 percent	\$ <u>3,500</u>
2.5	<del>28,010 to 30,159</del>			2,180
2.6	<u>28,820 to 31,029</u>	1.6 percent	20 percent	\$ <u>3,500</u>
2.7	<del>30,160 to 32,309</del>			2,180
2.8	<u>31,030 to 33,239</u>	1.7 percent	25 percent	\$ <u>3,500</u>
2.9	<del>32,310 to 36,629</del>			2,180
2.10	<u>33,240 to 37,689</u>	1.8 percent	25 percent	\$ <u>3,500</u>
2.11	<del>36,630 to 38,769</del>			2,180
2.12	<u>37,690 to 39,889</u>	1.9 percent	30 percent	\$ <u>3,500</u>
2.13	<del>38,770 to 45,229</del>			2,180
2.14	<u>39,890 to 46,539</u>	2.0 percent	30 percent	\$ <u>3,500</u>
2.15	<del>45,230 to 51,689</del>			2,180
2.16	<u>46,540 to 53,179</u>	2.0 percent	35 percent	\$ <u>3,500</u>
2.17	<del>51,690 to 60,319</del>			2,180
2.18	<u>53,180 to 62,059</u>	2.0 percent	40 percent	\$ <u>2,830</u>
2.19	<del>60,320 to 62,459</del>			1,980
2.20	<u>62,060 to 64,259</u>	2.0 percent	45 percent	\$ <u>2,830</u>
2.21	<del>62,460 to 64,619</del>			1,780
2.22	<u>64,260 to 66,479</u>	2.0 percent	45 percent	\$ <u>2,830</u>
2.23	<del>64,620 to 66,789</del>			1,510
2.24	<u>66,480 to 68,719</u>	2.0 percent	45 percent	\$ <u>2,830</u>
2.25	<del>66,790 to 68,929</del>			1,320
2.26	<u>68,720 to 70,919</u>	2.0 percent	50 percent	\$ <u>2,830</u>
2.27	<del>68,930 to 71,089</del>			1,190
2.28	<u>70,920 to 73,139</u>	2.0 percent	50 percent	\$ <u>2,830</u>
2.29	<del>71,090 to 73,239</del>			660
2.30	<u>73,140 to 75,349</u>	2.0 percent	50 percent	\$ <u>2,830</u>
2.31	<del>73,240 to 75,389</del>			260
2.32	<u>75,350 to 77,569</u>	2.0 percent	50 percent	\$ <u>2,830</u>
2.33	<u>77,570 to 88,259</u>	<u>2.0 percent</u>	<u>50 percent</u>	\$ <u>2,480</u>
2.34	<u>88,260 to 99,299</u>	<u>2.1 percent</u>	<u>50 percent</u>	\$ <u>2,050</u>
2.35	<u>99,300 to 110,339</u>	<u>2.2 percent</u>	<u>50 percent</u>	\$ <u>1,840</u>
2.36	<u>110,340 to 121,369</u>	<u>2.3 percent</u>	<u>50 percent</u>	\$ <u>1,610</u>
2.37	<u>121,370 to 127,999</u>	<u>2.4 percent</u>	<u>50 percent</u>	\$ <u>1,350</u>
2.38	<u>128,000 to 132,439</u>	<u>2.5 percent</u>	<u>50 percent</u>	\$ <u>1,130</u>
2.39	<u>132,440 to 137,789</u>	<u>2.5 percent</u>	<u>50 percent</u>	\$ <u>920</u>
2.40	<u>137,790 to 143,139</u>	<u>2.5 percent</u>	<u>50 percent</u>	\$ <u>690</u>

2.41 The credit is the amount calculated under this subdivision. No credit is allowed if the  
 2.42 taxpayer's household income is ~~\$75,389~~ \$143,140 or more.

3.1 (b) The commissioner must annually adjust the dollar amounts of the income thresholds  
3.2 and the maximum refunds in paragraph (a), as provided in section 270C.22. The statutory  
3.3 year is ~~2024~~ 2025.

3.4 (c) The commissioner shall construct and make available to taxpayers a comprehensive  
3.5 table showing the rent constituting property taxes to be paid and refund allowed at various  
3.6 levels of income and assessment. The table shall follow the schedule of income percentages,  
3.7 maximums, and other provisions specified in paragraph (a), except that the commissioner  
3.8 may graduate the transition between income brackets. All refunds shall be computed in  
3.9 accordance with tables prepared and issued by the commissioner.

3.10 **EFFECTIVE DATE.** This section is effective beginning with taxable years beginning  
3.11 after December 31, 2024.