

HOUSE RESEARCH

Bill Summary

FILE NUMBER: H.F. 15

DATE: March 12, 2001

Version: As Introduced

Authors: Pawlenty and others

Subject: Charitable contribution subtraction

Analyst: Nina Manzi (651) 296-5204 Joel Michael (651) 296-5057

This publication can be made available in alternative formats upon request. Please call 651-296-6753 (voice); or the Minnesota State Relay Service at 1-800-627-3529 (TTY) for assistance. Summaries are also available on our website at: www.house.mn/hrd.

Overview

Increases the subtraction for charitable contributions from 50 to 100 percent of contributions over \$500.

Section

- 1 **Charitable contribution subtraction.** Increases the subtraction for charitable contributions from 50 to 100 percent of contributions over \$500. This subtraction is allowed for individuals who claim the federal standard deduction only. Individuals who itemize are allowed an itemized deduction for charitable contributions at the federal level; this itemized deduction flows through to the state income tax calculation.
- 2 **Effective date.** Effective beginning in tax year 2001.