

Subject Estate tax phase out

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## Summary

H.F. 170 would reduce the rates imposed under the estate tax by 1.6 percentage points per year, over a ten-year period, until each rate is zero. The rate brackets (i.e., the amount of the Minnesota taxable estate to which each rate applies) would not change.

Minnesota imposes the estate tax under a graduated rate schedule, which includes five rates and brackets. The bottom rate is 13 percent and applies to the amount of a taxable estate up to \$7,100,000. The top rate of 16 percent applies to the amount of a taxable estate over \$10,100,000.