

Subject Long-term care insurance credit maximums increased

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Summary

Under current law, Minnesota offers a nonrefundable credit for taxpayers who purchase long-term care insurance. The credit equals 25 percent of premiums paid, up to a maximum of \$100 per beneficiary. For married taxpayers, the maximum credit is \$200 (\$100 for each spouse's policy). The credit is not phased out based on income.

H.F. 355 increases the maximum credit to \$250 per beneficiary, or \$500 for married couples if each spouse purchased long-term care insurance.

The bill is effective beginning in tax year 2025.

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