

**PROPERTY TAX
Special Farm Homestead Application**

April 15, 2003

	Yes	No
Separate Official Fiscal Note Requested		
Fiscal Impact		
DOR Administrative Costs/Savings		

Department of Revenue
Analysis H.F. 1249 (Seifert)

	<u>Revenue Gain or (Loss)</u>			
	<u>F.Y. 2004</u>	<u>F.Y. 2005</u>	<u>F.Y. 2006</u>	<u>F.Y. 2007</u>
		(000's)		
General Fund	\$0	\$0	\$0	\$0

Effective for taxes payable in 2005 and thereafter.

EXPLANATION OF THE BILL

Current Law: Minnesota Statutes, Section 273.124, Subd. 14, contains several conditions under which property can qualify as a special agricultural homestead. Homestead status allows the property to qualify for market value credits on homes and farmland. There are no application procedures specified under current law.

Proposed Law: The proposal specifies the application process for special agricultural homestead status.

REVENUE ANALYSIS DETAIL

- The procedural specifications should have no revenue impact.

Number of Taxpayers Affected: Owners of special farm homesteads.

Source: Minnesota Department of Revenue
Tax Research Division
<http://www.taxes.state.mn.us/polic.html#analyses>