

**PROPERTY TAX REFUND
One-Time Homeowner Increase**

April 20, 2026

	Yes	No
DOR Administrative Costs/Savings	X	

Department of Revenue
Analysis of S.F. 5010 (Hauschild) as proposed to be amended by SCS5010A-1

	Fund Impact			
	<u>F.Y. 2026</u>	<u>F.Y. 2027</u>	<u>F.Y. 2028</u>	<u>F.Y. 2029</u>
	(000's)			
General Fund	\$0	(\$100,800)	\$0	\$0

Effective for refunds based on property taxes payable in 2026 only.

EXPLANATION OF THE BILL

The proposal would provide a one-time 12% increase to homeowner property tax refunds. This increase would be applied to the homestead credit refund based on property taxes payable in 2026. Because the increase is calculated separately from the standard refund, homeowners can receive a total refund that exceeds the usual maximum refund limits.

REVENUE ANALYSIS DETAIL

- The proposed refund increase is estimated to increase state general fund costs by \$100.8 million in fiscal year 2027.
- Approximately 588,000 homeowners would receive an average refund increase of \$171.

PROPERTY TAX BENCHMARKS (Minn. Stat. § 270C.991)

<i>Transparency, Understandability, Simplicity & Accountability</i>	Neutral
<i>Efficiency & Compliance</i>	Neutral
<i>Equity (Vertical & Horizontal)</i>	Neutral
<i>Stability & Predictability</i>	Neutral
<i>Competitiveness for Businesses</i>	Neutral
<i>Responsiveness to Economic Conditions</i>	Neutral

The bill is scored on a three-point scale (decrease, neutral, increase) for each principle in comparison to current law.

Source: Minnesota Department of Revenue
Property Tax Division – Research Unit
<https://www.revenue.state.mn.us/revenue-analyses>

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