

**SENATE
STATE OF MINNESOTA
NINETY-FIRST SESSION**

S.F. No. 1449

(SENATE AUTHORS: PRATT, Senjem and Chamberlain)

DATE
02/18/2019

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Introduction and first reading
Referred to Taxes

OFFICIAL STATUS

1.1 A bill for an act
1.2 relating to taxation; corporate franchise; reducing rates; amending Minnesota
1.3 Statutes 2018, sections 290.06, subdivision 1; 290.0921, subdivision 1.

1.4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

1.5 Section 1. Minnesota Statutes 2018, section 290.06, subdivision 1, is amended to read:

1.6 Subdivision 1. **Computation, corporations.** The franchise tax imposed upon corporations
1.7 shall be computed by applying to their taxable income the rate of ~~9.8~~ 8.8 percent.

1.8 **EFFECTIVE DATE.** This section is effective for taxable years beginning after December
1.9 31, 2018.

1.10 Sec. 2. Minnesota Statutes 2018, section 290.0921, subdivision 1, is amended to read:

1.11 Subdivision 1. **Tax imposed.** In addition to the taxes computed under this chapter without
1.12 regard to this section, the franchise tax imposed on corporations includes a tax equal to the
1.13 excess, if any, for the taxable year of:

1.14 (1) ~~5.8~~ 5.2 percent of Minnesota alternative minimum taxable income; over

1.15 (2) the tax imposed under section 290.06, subdivision 1, without regard to this section.

1.16 **EFFECTIVE DATE.** This section is effective for taxable years beginning after December
1.17 31, 2018.