

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

**S.F. No. 463**

(SENATE AUTHORS: DRAHEIM)

DATE  
01/28/2021

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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; individual income; expanding the long-term care insurance  
 1.3 credit; amending Minnesota Statutes 2020, section 290.0672, subdivision 2.

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

1.5 Section 1. Minnesota Statutes 2020, section 290.0672, subdivision 2, is amended to read:

1.6 Subd. 2. **Credit.** A taxpayer is allowed a credit against the tax imposed by this chapter  
 1.7 for long-term care insurance policy premiums paid during the tax year. The credit for each  
 1.8 policy equals ~~25 percent~~ the amount of premiums paid to the extent not deducted in  
 1.9 determining taxable net income. A taxpayer may claim a credit for only one policy for each  
 1.10 qualified beneficiary. A maximum of ~~\$100~~ \$250 applies to each qualified beneficiary. The  
 1.11 maximum total credit allowed per year is ~~\$200~~ \$500 for married couples filing joint returns  
 1.12 and ~~\$100~~ \$250 for all other filers. For a nonresident or part-year resident, the credit  
 1.13 determined under this section must be allocated based on the percentage calculated under  
 1.14 section 290.06, subdivision 2c, paragraph (e).

1.15 **EFFECTIVE DATE.** This section is effective for taxable years beginning after December  
 1.16 31, 2020.