

S.F. No. 138 – Modifying Spousal Benefit for Disabled Veterans Homestead Market Value Exclusion; Authorizes Refund of Taxes Paid

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Date: February 15, 2023

Section 1. Disabled Veterans Homestead Market Value Exclusion; Spousal Benefit Application.

Allows a surviving spouse to reapply for the disabled veterans homestead market value exclusion if they previously qualified for the exclusion but the exclusion expired prior to 2020 when the spousal benefit was changed to a potential lifetime benefit. Effective retroactively from assessment year 2019.

Section 2. Refund of Taxes Payable in 2020 through 2023. Requires the commissioner of revenue to pay a refund to taxpayers equal to the amount of the property tax reduction that would have been received for taxes payable in 2020 through 2023 if the disabled veterans homestead market value exclusion had not expired. Taxpayers seeking a refund must apply to the county. An amount necessary for refunds under this section is appropriated in fiscal year 2024 from the general fund to the commissioner of revenue. Effective the day following final enactment.