



## **S.F. No. 3364 – Subtraction for financial institutions for income earned on certain loans**

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**Section 1. Commercial loans for business or agricultural purposes.** Provides, for purposes of calculating Minnesota taxable income, a subtraction for financial institutions that are S corporations for the amount of income earned from a commercial loan, if:

- the value of the loan is \$5 million or less; and
- the loan was provided to a person residing or located in Minnesota and used primarily for business or agricultural purposes.

Effective for taxable years beginning after December 31, 2024.

**Section 2. Commercial loans for business or agricultural purposes.** Provides, for purposes of calculating Minnesota taxable income, a subtraction for financial institutions that are S corporations for the amount of income earned from a commercial loan, if:

- the value of the loan is \$5 million or less; and
- the loan was provided to a person residing or located in Minnesota and used primarily for business or agricultural purposes.

Effective for taxable years beginning after December 31, 2024.

