

SENATE
STATE OF MINNESOTA
EIGHTY-NINTH SESSION

S.F. No. 3590

(SENATE AUTHORS: EKEN)

DATE	D-PG	OFFICIAL STATUS
04/26/2016	6465	Introduction and first reading Referred to Taxes

1.1 A bill for an act
 1.2 relating to taxation; property; providing an extension for filing the special
 1.3 agricultural homestead application; amending Minnesota Statutes 2014, section
 1.4 273.124, subdivision 13.

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

1.6 Section 1. Minnesota Statutes 2014, section 273.124, subdivision 13, is amended to read:

1.7 Subd. 13. **Homestead application.** (a) A person who meets the homestead
 1.8 requirements under subdivision 1 must file a homestead application with the county
 1.9 assessor to initially obtain homestead classification.

1.10 (b) The format and contents of a uniform homestead application shall be prescribed
 1.11 by the commissioner of revenue. The application must clearly inform the taxpayer that
 1.12 this application must be signed by all owners who occupy the property or by the qualifying
 1.13 relative and returned to the county assessor in order for the property to receive homestead
 1.14 treatment. The application must be mailed by the county treasurer to each property owner
 1.15 that qualified in the previous year at the same time as the notice of proposed property
 1.16 taxes under section 275.065, subdivision 3.

1.17 (c) Every property owner applying for homestead classification must furnish to the
 1.18 county assessor the Social Security number of each occupant who is listed as an owner
 1.19 of the property on the deed of record, the name and address of each owner who does not
 1.20 occupy the property, and the name and Social Security number of each owner's spouse who
 1.21 occupies the property. The application must be signed by each owner who occupies the
 1.22 property and by each owner's spouse who occupies the property, or, in the case of property
 1.23 that qualifies as a homestead under subdivision 1, paragraph (c), by the qualifying relative.

2.1 If a property owner occupies a homestead, the property owner's spouse may not
2.2 claim another property as a homestead unless the property owner and the property owner's
2.3 spouse file with the assessor an affidavit or other proof required by the assessor stating that
2.4 the property qualifies as a homestead under subdivision 1, paragraph (e).

2.5 Owners or spouses occupying residences owned by their spouses and previously
2.6 occupied with the other spouse, either of whom fail to include the other spouse's name
2.7 and Social Security number on the homestead application or provide the affidavits or
2.8 other proof requested, will be deemed to have elected to receive only partial homestead
2.9 treatment of their residence. The remainder of the residence will be classified as
2.10 nonhomestead residential. When an owner or spouse's name and Social Security number
2.11 appear on homestead applications for two separate residences and only one application is
2.12 signed, the owner or spouse will be deemed to have elected to homestead the residence for
2.13 which the application was signed.

2.14 (d) If residential real estate is occupied and used for purposes of a homestead by a
2.15 relative of the owner and qualifies for a homestead under subdivision 1, paragraph (c), in
2.16 order for the property to receive homestead status, a homestead application must be filed
2.17 with the assessor. The Social Security number of each relative and spouse of a relative
2.18 occupying the property shall be required on the homestead application filed under this
2.19 subdivision. If a different relative of the owner subsequently occupies the property, the
2.20 owner of the property must notify the assessor within 30 days of the change in occupancy.
2.21 The Social Security number of a relative or relative's spouse occupying the property
2.22 is private data on individuals as defined by section 13.02, subdivision 12, but may be
2.23 disclosed to the commissioner of revenue, or, for the purposes of proceeding under the
2.24 Revenue Recapture Act to recover personal property taxes owing, to the county treasurer.

2.25 (e) The homestead application shall also notify the property owners that if the
2.26 property is granted homestead status for any assessment year, that same property shall
2.27 remain classified as homestead until the property is sold or transferred to another person,
2.28 or the owners, the spouse of the owner, or the relatives no longer use the property as their
2.29 homestead. Upon the sale or transfer of the homestead property, a certificate of value must
2.30 be timely filed with the county auditor as provided under section 272.115. Failure to
2.31 notify the assessor within 30 days that the property has been sold, transferred, or that the
2.32 owner, the spouse of the owner, or the relative is no longer occupying the property as a
2.33 homestead, shall result in the penalty provided under this subdivision and the property
2.34 will lose its current homestead status.

2.35 (f) If a homestead application has not been filed with the county by December 15,
2.36 the assessor shall classify the property as nonhomestead for the current assessment year

3.1 for taxes payable in the following year, provided that upon a showing of good cause, the
3.2 county assessor may grant an extension of up to 30 days to file the homestead application.
3.3 If an extension has not been granted, the owner may be entitled to receive the homestead
3.4 classification by proper application under section 375.192.

3.5 **EFFECTIVE DATE.** This section is effective for assessment year 2017 and
3.6 thereafter.