

This Document can be made available in alternative formats upon request

State of Minnesota  
HOUSE OF REPRESENTATIVES

EIGHTY-SEVENTH SESSION

H. F. No. 2118

02/08/2012 Authored by Abeler, Anderson, D., Dittrich and Slocum  
The bill was read for the first time and referred to the Committee on Education Reform

1.1 A bill for an act  
1.2 relating to taxes; individual income; modifying the K-12 education subtraction  
1.3 and credit to apply to fees charged for extracurricular activities; amending  
1.4 Minnesota Statutes 2010, section 290.0674, subdivision 1.

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

1.6 Section 1. Minnesota Statutes 2010, section 290.0674, subdivision 1, is amended to  
1.7 read:

1.8 Subdivision 1. **Credit allowed.** An individual is allowed a credit against the  
1.9 tax imposed by this chapter in an amount equal to 75 percent of the amount paid for  
1.10 education-related expenses for a qualifying child in kindergarten through grade 12. For  
1.11 purposes of this section, "education-related expenses" means:

1.12 (1) fees or tuition for (i) instruction by an instructor under section 120A.22,  
1.13 subdivision 10, clause (1), (2), (3), (4), or (5), or a member of the Minnesota Music  
1.14 Teachers Association, and who is not a lineal ancestor or sibling of the dependent for  
1.15 instruction outside the regular school day or school year, including tutoring, driver's  
1.16 education offered as part of school curriculum, regardless of whether it is taken from  
1.17 a public or private entity or summer camps, in grade or age appropriate curricula that  
1.18 supplement curricula and instruction available during the regular school year, that assists a  
1.19 dependent to improve knowledge of core curriculum areas or to expand knowledge and  
1.20 skills under the required academic standards under section 120B.021, subdivision 1,  
1.21 and the elective standard under section 120B.022, subdivision 1, clause (2), and that do  
1.22 not include the teaching of religious tenets, doctrines, or worship, the purpose of which  
1.23 is to instill such tenets, doctrines, or worship; and (ii) admission fees or charges for

2.1 extracurricular activities authorized under section 123B.36, subdivision 1, paragraph  
2.2 (b), clause (2);

2.3 (2) expenses for textbooks, including books and other instructional materials and  
2.4 equipment purchased or leased for use in elementary and secondary schools in teaching  
2.5 only those subjects legally and commonly taught in public elementary and secondary  
2.6 schools in this state. "Textbooks" does not include instructional books and materials  
2.7 used in the teaching of religious tenets, doctrines, or worship, the purpose of which is  
2.8 to instill such tenets, doctrines, or worship, nor does it include books or materials for  
2.9 extracurricular activities including sporting events, musical or dramatic events, speech  
2.10 activities, driver's education, or similar programs;

2.11 (3) a maximum expense of \$200 per family for personal computer hardware,  
2.12 excluding single purpose processors, and educational software that assists a dependent to  
2.13 improve knowledge of core curriculum areas or to expand knowledge and skills under  
2.14 the required academic standards under section 120B.021, subdivision 1, and the elective  
2.15 standard under section 120B.022, subdivision 1, clause (2), purchased for use in the  
2.16 taxpayer's home and not used in a trade or business regardless of whether the computer is  
2.17 required by the dependent's school; and

2.18 (4) the amount paid to others for transportation of a qualifying child attending an  
2.19 elementary or secondary school situated in Minnesota, North Dakota, South Dakota, Iowa,  
2.20 or Wisconsin, wherein a resident of this state may legally fulfill the state's compulsory  
2.21 attendance laws, which is not operated for profit, and which adheres to the provisions of  
2.22 the Civil Rights Act of 1964 and chapter 363A.

2.23 For purposes of this section, "qualifying child" has the meaning given in section  
2.24 32(c)(3) of the Internal Revenue Code.

2.25 **EFFECTIVE DATE.** This section is effective for taxable years beginning after  
2.26 December 31, 2011.