Tax Expenditure Review Commission

Wednesday, June 17, 2026

12:00 p.m. – 1:30 p.m.

Hybrid meeting held in Capitol Room 120 and remotely via Zoom

Livestreamed on the MN House Public Info - HTV2

Agenda

1. Welcome
2. Review and approve January 28, 2026, meeting minutes
3. Review and approve modifications to **Procedures of the Tax Expenditure Review Commission (TERC)** previously presented and approved on December 10, 2025
4. **Review tax expenditure member evaluations summary and vote** on the following tax expenditures to be continued, repealed, or modified in accordance with Minn. Stat. Section 3.8855 subd. 5(a)(9), for tax expenditure evaluations presented on December 10, 2025 and January 15, 2026:
    - Small Alcohol Producers Credit Tax Expenditure Bundle:
        - 7.2.01 Credit for Small Brewers
        - 7.2.02 Microdistillery Credit
        - 7.2.03 Small Winery Credit
    - Lawful Gambling Tax Expenditures Bundle:
        - 11.1.01 Bingo at Certain Organizations
        - 11.1.02 Bingo at Fairs and Civic Celebrations
        - 11.1.03 Infrequent Bingo Occasions
        - 11.1.04 Smaller Raffles
        - 11.1.05 Lawful Gambling Under Certain Conditions
        - 11.2.01 Credit for Certain Raffles
    - Residential Utility Services Tax Expenditure Bundle:
        - 4.1.14 Residential Heating Fuels

- 4.1.15 Residential Water Services
- 4.1.16 Sewer Services

- 4.2.12 Data Center Equipment

5. LBO Presentations of **Tax Expenditure Evaluation Reports**:

   - **Interest on Contributions to A First Time Homebuyer Account Tax Expenditure Evaluation Report** (Income Tax), Minn. Stat. § 290.0132, Subd. 25 and § 462D.01-.06 (TEB 1.4.14)

   - **Home Mortgage Interest Tax Deduction Expenditure Evaluation Report** *(*Income Tax), Minn. Stat. § 290.0122, Subd. 2, 5 and § 290.0132, Subd. 19b (TEB 1.3.05)

   - **Mortgage Registration Tax Expenditure Evaluations for Agricultural Loans and Gov't Housing and DEED Transfer Tax Expenditure Evaluations Report** (Mortgage Registry and DEED Transfer Taxes), Minn. Stat. § 287.04 Subd. (6) and (9), and § 287.22 Subd. (7) through (12) and (14) (TEB 9.1.01, 9.1.02, 10.1.01-.06)

6. **LBO Presentation of Initial Reviews and Proposed Objectives** for the following tax expenditures:

   - Metropolitan Agricultural Preserves Land - Minn. Stat. § 473H.10 (TEB 13.2.05)

   - Metropolitan Agricultural Preserves Credit - Minn. Stat. § 473H.10 (TEB 13.3.03)

   - Special Use Valuation - Minn. Stat. § 291.03 and IRC Section 2032A (TEB 3.1.01)

7. Agenda items for next meeting

8. Other items as determined by the co-chairs

9. Adjourn

DOCUMENTS: Meeting documents may be found on the Tax Expenditure Review Commission meeting webpage.

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