



## Beginning Farmer Tax Credit

	Tax Credit Amount	Maximum Tax Credit	Applications Due
Cash Rentals	10% of annual rental income	\$7,000	July 17, 2023
Share Crop Rentals	15% of annual rental income	\$10,000	July 17, 2023
Sales - farmland	*8 -12% of sale price	\$50,000	November 1, 2023
Sales - equipment, livestock	5% of sale price	\$32,000	November 1, 2023
Beginning Farmer FBM tuition reimbursement	Equal to tuition paid (see details below)	\$1,500	November 1, 2023

### Details

- Nonrefundable state tax credit for sellers and landlords who sell/rent to MN beginning farmers
- Beginning farmer is anyone who has entered into farming in the US in the last 10 years and must have a net worth under \$979,000.
- Funding is first-come, first-served.
- Beginning farmers must be enrolled in or have completed an approved financial business management program (FBM) - Find list at [mda.state.mn.us/fbmprograms](http://mda.state.mn.us/fbmprograms)
- Beginning farmers are eligible for a tax credit equal to their FBM tuition paid up to \$1,500 annually for three years.

### \*Land Sale Updates, 2023

- Credits for farmland sales will be 8% of the sale price for all buyers and 12% if the buyer is an emerging farmer.
- Emerging Farmers include farmers or aspiring farmers who are **women, veterans, persons with disabilities, American Indian or Alaskan Natives, members of a community of color, young** (35 and younger), lesbian, gay, bisexual, transgender, queer, intersex, or asexual (**LGBTQIA+**), **urban** (reside in cities with a population over 5,000), and any other emerging farmers as determined by the commissioner.
- Parents, grandparents, and siblings are now eligible for the tax credit if they sell farmland to a direct family member. This does not apply to rentals or other types of sales.

Find more details and applications at:  
[mda.state.mn.us/bftc](http://mda.state.mn.us/bftc)