



mda.bftc@state.mn.us • 651-201-6316 • [www.mda.state.mn.us/bftc](http://www.mda.state.mn.us/bftc)

## Beginning Farmer Tax Credit

	Tax Credit Amount	Maximum Tax Credit	Applications Due
Cash Rentals	10% of annual rental income	\$7,000	July 17, 2024
Share Crop Rentals	15% of annual rental income	\$10,000	July 17, 2024
*Sales - farmland	*8 or 12% of sale price	\$50,000	November 1, 2024
Sales - equipment, livestock	5% of sale price	\$32,000	November 1, 2024
Beginning Farmer FBM tuition reimbursement	Equal to tuition paid (see details below)	\$1,500	November 1, 2024

### Details

- Nonrefundable state tax credit for sellers and landlords who sell/rent to MN beginning farmers
- **Funding is limited**, and credits are approved first-come, first-served regardless of due dates.
- Beginning farmer (BF) must be an individual (not business entity), MN resident who has entered into farming in the last 10 years. BF must have a net worth under \$979,000.
- BF must be enrolled in or have completed an approved financial business management program (FBM)
  - Find list of FBM and more info at [mda.state.mn.us/fbmprograms](http://mda.state.mn.us/fbmprograms)
  - BF's are eligible for a tax credit equal to their FBM tuition paid up to \$1,500 annually for three years.

### \*Land Sale Updates

- Credits for farmland sales will be 8% of the sale price for all beginning farmer buyers and 12% if the buyer is also 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), **LGBTQIA+, urban** (reside or farm 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)**