

Homestead classification

The homestead classification applies to properties occupied as primary residences by their owners. Classification as a homestead may qualify the property for a reduced classification rate, reduced taxable market value, property tax refund, and/or special program eligibility.

Classification benefits

A homestead classification qualifies your property for:

- A classification rate of 1.00% on up to \$500,000 in taxable market value (this rate is 1.25% for non-homestead residences)
- A market value exclusion, which may reduce the property's taxable market value
- Other programs such as the disabled veterans' market value exclusion, senior citizens' property tax deferral, and property tax refunds

The homestead market value exclusion applies to all homesteads (on farms, it applies to the house, garage, and one acre of land immediately surrounding the house). All homesteads valued at less than \$517,200 can have their taxable value reduced by the exclusion.

Qualifications

To qualify for a homestead, you must be an owner of the property, occupy the property as your primary residence and be a Minnesota resident.

To determine that you meet the above criteria, the County Assessor may ask you to verify the address on your Minnesota driver's license, the address where you are registered to vote, primary mailing address, or other factual information.

Application process and details

Applications for properties in Hennepin County are made to, and approved by, the Hennepin County Assessor.

After purchasing and moving into a new home, apply for homestead as soon as possible. You may apply for homestead at any time during the year. You must own and occupy a property and apply by December 31st to qualify for taxes payable in the following year.

Contacts

Hennepin County

Assessor's office

Yaneth Quintero-Cruz

(612) 596-1835

yaneth.quinterocruz@hennepin.us

Apply online

www.hennepin.us/homestead



You are required to provide the Social Security number or Individual Taxpayer Identification Number for:

- All owners who occupy the property
- The spouse of each owner, regardless of whether the spouse lives at the requested homestead location

Social Security numbers and other proofs are private data and will only be shared with tax administrators on a business-need-to-know basis. You may refuse to provide this information, but refusal will disqualify you from receiving homestead classification.

Common questions

How often must I apply?

If your property has been granted homestead classification, you do not need to reapply. However, the County Assessor may at any time ask you to provide an additional application or other documentation to verify that you continue to meet the requirements for homestead treatment.

Can I have more than one homestead?

No. You may only have one homestead in the State of Minnesota. If you change your primary residence during the year, you may apply for homestead at the new residence. You must notify the County Assessor that your primary residence has changed, and you will need to complete and sign a new homestead application.

What should I do if I move, sell my property, or change my marital status?

Notify the assessor within 30 days if you move, sell your property, or your marital status and/or occupancy of your spouse changes. If you fail to notify the assessor within 30 days, the property may be assessed a penalty.

Can I apply for a property tax refund?

You may qualify for a property tax refund. A property tax refund is based on your household income and the property taxes paid. It is administered by the Department of Revenue's Income Tax division.

For more information on the property tax refund, please visit the Department of Revenue's website at www.revenue.state.mn.us.

Can my relative apply for homestead?

Certain relatives can qualify for homestead treatment.

- For residential properties, qualifying relatives include parents, grandparents, siblings, children, grandchildren, aunts, uncles, nieces, and nephews of the owner or of the spouse of the owner.
- For agricultural properties, qualifying relatives include parents, siblings, children, and grandchildren of the owner or of the spouse of the owner.

Relative homestead applications are made to, and approved by, the County Assessor in the county where the property is located. Relative homesteads do not qualify for a property tax refund.

What if my property is held under a trust?

Property held under a trust may also qualify for homestead if occupied by a grantor or qualifying relative of the grantor of the trust. For more information contact your County Assessor.