

MEMO# 2815

June 4, 1991

MINNESOTA REPORTING REQUIREMENT FOR EXEMPT INTEREST DIVIDEND

June 4, 1991 TO: MONEY MARKET MEMBERS - ONE PER COMPLEX NO. 15-91 CLOSED-END
FUND MEMBERS NO. 23-91 TAX MEMBERS NO. 19-91 RE: MINNESOTA REPORTING
REQUIREMENT FOR EXEMPT INTEREST DIVIDEND

_____ In the final days of the Minnesota legislative session, an omnibus tax bill was introduced and passed by the legislature. Section 7 of Article 6 of the bill (attached), generally requires all regulated investment companies which register in Minnesota to report to Minnesota shareholders the total amount of exempt- interest dividends paid each year. This report must be sent to the Minnesota resident no later than 30 days after the close the tax year. The bill also requires that the return include a clear statement, in the form prescribed by the Minnesota Commissioner of Revenue, that the exempt-interest dividends must be included in the computation of Minnesota taxable income. The Institute will contact the Department of Revenue to clarify these requirements. This reporting requirement is effective for tax years beginning after December 31, 1990. We will keep you informed of further developments.
David J. Mangefrida, Jr. Assistant Counsel - Tax Attachment

Copyright © by the Investment Company Institute. All rights reserved. Information may be abridged and therefore incomplete. Communications from the Institute do not constitute, and should not be considered a substitute for, legal advice.