

# HOUSE RESEARCH

## Bill Summary

**FILE NUMBER:** H. F. 508

**DATE:** February 22, 1999

**Version:** As Introduced

**Authors:** Van Dellen and others

**Subject:** Property; Class Reduction for Certain Property Bordering Public Waters

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- 1 Class 2c property.** Creates a new class 2c property which consists of a parcel, or part of a parcel, of unimproved real estate, not including agricultural land, that meets all of the following requirements:

  - (1) is at least 200 contiguous feet of the unimproved real estate borders or is adjacent to public waters as defined under section 103G.005;
  - (2) is located within 400 feet from the ordinary high water elevation of the public waters; and
  - (3) has been in possession of the owner, or the owner's spouse, parent, or sibling, or combination thereof, for a period of at least seven years prior to classification under this paragraph.

Class 2c has a class rate of .5 percent of market value. Currently, this property is primarily classified as seasonal recreational residential and has a class rate for taxes payable in 1999 of 1.25 percent on the first \$75,000 market value and 2.2 percent on the excess over \$75,000 market value.
- 2 Effective date.** Provides that section 1 is effective for the 1999 assessment, taxes payable in 2000, and thereafter.