

HOUSE RESEARCH

Bill Summary

FILE NUMBER: H.F. 405

DATE: April 7, 2003

Version: As introduced

Authors: Erhardt

Subject: Extending the phase-out of limited market value

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Overview

Extends the phase-out of limited market value (LMV) for four additional years by using the same limits for determining the increase in market value for taxes payable in 2003 through 2007, and then resuming the current law scheduled phase-out for taxes payable in 2008 through 2011. Effective day following final enactment.

Section

- 1 Limited Market Value.** Extends the phase-out of LMV for an additional 4 years by using the same limits for determining the increase in market value for taxes payable in 2003 through 2007, and then resuming the current law scheduled phase-out. See tables below for a comparison of current law and the schedule proposed in H.F. 405.

Current Law		
	(1)	(2)
Assessment Year/ Payable Year	Percentage of previous year's LMV	Percentage of difference between previous year's LMV and current year's EMV

Section

2002/2003	10%	15%
2003/2004	12	20
2004/2005	15	25
2005/2006	15	33
2006/2007	15	50

H.F. 405		
Assessment Year/ Payable Year	(1) Percentage of previous year's LMV	(2) Percentage of difference between previous year's LMV and current year's EMV
2002/2003	10%	15%
2003/2004	10	15
2004/2005	10	15
2005/2006	10	15
2006/2007	10	15
2007/2008	12	20
2008/2009	15	25
2009/2010	15	33
2010/2011	15	50

Beginning in assessment year 2011 for taxes payable in 2012, all property will be valued at full market value for property tax purposes.

Effective the day following final enactment.