

HOUSE RESEARCH

Bill Summary

FILE NUMBER: H.F. 148

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Version: As introduced

Authors: Erhardt and others

Subject: Property taxation; indexing the classification tier for homestead property

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Overview

Indexes the valuation limit for the first tier class rate on residential homesteads.

Effective for taxes payable in 2008 and thereafter.

Section

- 1** **Valuation limit; homestead property.** Provides that the market value limit for the first tier (1% class rate) of residential homestead property be indexed based on the growth in the average value of residential homesteads statewide. Under current law the limit is \$500,000 - the limit would increase to approximately \$540,000 for taxes payable in 2008 under the proposal. (Value over the limit has a class rate of 1.25%.)
- 2** **Class 1.** Cross reference to the tier limit change in section 0.