

HOUSE RESEARCH

Bill Summary

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Authors: Simpson and others

Subject: Property taxation; homestead resort property

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Overview

Increases the amount of market value eligible for the first-tier classification rate (0.55%) of commercial seasonal recreational property (homestead resorts) from \$500,000 to \$1,000,000.

Section

- 1** **Class 1.** Increases the amount of market value eligible for the first-tier classification rate (0.55%) of commercial seasonal recreational property (homestead resorts) from \$500,000 to \$1,000,000. The proposed tier structure for the class would be as follows:

Tier	Current Law	Proposed Law
I (0.55%)	\$0 - \$500,000	\$0 - \$1,000,000
II (1.0%)	\$500,000 - \$2,200,000	\$1,000,000 - \$2,700,000
III (1.25%, and subject to state general tax)	Over \$2,200,000	Over \$2,700,000

Effective for taxes payable in 2008 and thereafter.