

# HOUSE RESEARCH

## Bill Summary

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**Subject:** Property taxation; classification of certain inns located in small cities  
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### Overview

Provides a reduced property tax classification (4c) for properties consisting of not more than 20 residential units that are used for less than 250 days a year, and that are located in a city or town with a population under 2,500 located outside the metropolitan area, provided that a state trail passes through the city or town.

- 1 Class 4.** Provides a reduced property tax classification (4c) for properties consisting of not more than 20 residential units that are used for less than 250 days a year, and that are located in a city or town with a population under 2,500 located outside the metropolitan area, provided that a state trail passes through the city or town. 4c classification provides for a class rate of 1.5 percent, and provides that the property pays the state seasonal recreational tax rate rather than the state commercial-industrial tax rate.  
  
Also makes a number of technical changes to eliminate redundancies and generally clean-up that section of statutes.
- 2 Seasonal residential recreational tax capacity.** Makes technical change in state tax rate statute related to technical changes in section 1.