

HOUSE RESEARCH

Bill Summary

FILE NUMBER: H.F. 2987
Version: As introduced

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Authors: Marquart and others

Subject: Agricultural property tax credit for school capital levies

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Overview

H.F. 2987 provides for a property tax credit on all agricultural property equal to 50 percent of the tax on the property attributable to school district debt levies.

Section

- 1** **School building bond agricultural credit.** Provides for a property tax credit on all property classified as agricultural equal to 50 percent of the tax on the property attributable to school district bonded debt levies. Provides an open and standing appropriation to pay for the credit. Effective beginning with taxes payable in 2017.
- 2** **Computation of net property taxes.** Includes the new school bond agricultural credit in the list of credits that reduce taxes.
- 3** **Notice of proposed property taxes.** Provides for the credit to be shown on the Truth-in-Taxation statement.
- 4** **School district levies; special requirements.** Defines which school district levies are considered to be debt service levies.
- 5** **Computation of tax rates.** Requires the county auditor to compute a school debt tax rate for each school district so that the credit can be computed.
- 6** **Contents of tax statements.** Provides for the credit to be shown on the tax statement.