

# HOUSE RESEARCH

## Bill Summary

**FILE NUMBER:** H.F. 3118

**DATE:** April 11, 2016

**Version:** First engrossment with author's amendment (H3118A1)

**Authors:** Freiberg and others

**Subject:** Disabled veterans market value exclusion

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H.F. 3118 provides that when a disabled veteran qualifies for the disabled veteran's market value exclusion, the exclusion will become effective immediately through an automatic abatement based on the number of months remaining in the current taxes payable year. A refund will be issued to the taxpayer if taxes have already been paid. The commissioner of revenue is required to reimburse local taxing jurisdictions for abatements granted under this subdivision. The benefit will be provided through the regular process beginning with taxes payable in the following year.

H.F. 3118 also requires the assessor to remove the disabled veterans' exclusion for taxes payable in the year following the year that a qualifying veteran transfers the property. Under current law, the benefit may carry over for one more year following the year in which the property is transferred.