

Subject Short-term rental property

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Date March 13, 2020

Summary

Creates a new property tax classification for residential real estate containing less than four units rented for periods of less than 30 consecutive days or advertised as a short-term rental in the preceding year. The new classification would have a class rate of 1.25 percent, would not be subject to the state general levy, and would be subject to the referendum market value tax.

Class	Description	Tiers	Class Rate	State General Rate	Subject to RMV
1a	Residential Homestead	First \$500,000 Over \$500,000	1.00% 1.25%	N/A	Yes
3a	Commercial/Industrial	First \$150,000 Over \$150,000	1.50% 2.00%	1.50%* 2.00%	Yes
4(b)1	Residential Nonhomestead		1.25%	N/A	Yes
4(c)1	Seasonal Residential Recreational Commercial (resort)	First \$500,000 Over \$500,000	1.00% 1.25%	1.00% 1.25%	Yes
4(c)12	Seasonal Residential Recreational Noncommercial (cabins)	First \$76,000 \$76,000-\$500,000 Over \$500,000	1.00% 1.00% 1.25%	0.40% 1.00% 1.25%	No
4(b)5 (New)	All Short-term Rentals (New Classification under H.F. 3826)		1.25%	N/A	Yes

* Commercial/Industrial property is subject to the C/I portion of the state general levy, the first \$100,000 of value is exempt from the state general levy. Class 4(c)1 and 4(c)12 property is subject to the seasonal residential recreational portion of the state general levy.