



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2023 Biennium

Bill # SB0212

Title: Revise laws related to property tax bills

Primary Sponsor: Osmundson, Ryan

Status: As Amended in House Committee

- Significant Local Gov Impact
 Needs to be included in HB 2
 Technical Concerns
 Included in the Executive Budget
 Significant Long-Term Impacts
 Dedicated Revenue Form Attached

FISCAL SUMMARY

	<u>FY 2022</u> <u>Difference</u>	<u>FY 2023</u> <u>Difference</u>	<u>FY 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>Difference</u>
Expenditures:				
General Fund	\$34,262	\$7,398	\$32,510	\$7,626
Revenue:				
General Fund	\$0	\$0	\$0	\$0
Net Impact-General Fund Balance:	<u>(\$34,262)</u>	<u>(\$7,398)</u>	<u>(\$32,510)</u>	<u>(\$7,626)</u>

Description of fiscal impact: SB 212 as amended in the House Appropriations Committee, requires county treasurers to itemize property tax bills by mill levy and indicate which mill levies are voted levies. The bill also charges the Department of Revenue to annually provide property taxpayers with information on inflation, average income growth rates, and property tax changes over the last 10 years. This information will be included in the biennial reappraisal notice sent to taxpayers in odd years and published in newspapers of general circulation in each county in even years.

FISCAL ANALYSIS

Assumptions:

Department of Revenue

1. The amendments to SB 212 in the House Appropriations Committee, clarifies, and reallocates the relevant tax information presented to taxpayers between County Treasurers' and the Department of Revenue. County Treasurers are required to add mill levy information to tax notices and the Department of Revenue is to provide 10 years of information on inflation, average income growth rates, and property tax changes. The House Appropriation amendments specify that the DOR information is to be provided with reappraisal notices (issued in odd years) and in general circulation and county newspapers in even years
2. The department will require 0.08 FTE economist hours annually for report development and to keep tax information current. The department estimates a cost of \$25,000 in even years to publish the required

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(continued)

information in newspapers in all counties. An appropriation has been included in the bill for this publication purpose.

<u>Fiscal Impact:</u>	<u>FY 2022</u>	<u>FY 2023</u>	<u>FY 2024</u>	<u>FY 2025</u>
Department of Revenue	<u>Difference</u>	<u>Difference</u>	<u>Difference</u>	<u>Difference</u>
FTE	0.08	0.08	0.08	0.08
<u>Expenditures:</u>				
Personal Services	\$6,695	\$6,781	\$6,882	\$6,985
Operating Expenses	\$27,567	\$617	\$25,628	\$641
TOTAL Expenditures	<u>\$34,262</u>	<u>\$7,398</u>	<u>\$32,510</u>	<u>\$7,626</u>
<u>Funding of Expenditures:</u>				
General Fund (01)	\$34,262	\$7,398	\$32,510	\$7,626
TOTAL Funding of Exp.	<u>\$34,262</u>	<u>\$7,398</u>	<u>\$32,510</u>	<u>\$7,626</u>
<u>Revenues:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
TOTAL Revenues	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
General Fund (01)	(\$34,262)	(\$7,398)	(\$32,510)	(\$7,626)

Effect on County or Other Local Revenues or Expenditures:

Department of Revenue

1. The requirements of SB 212 may change local billing processes at an unknown cost.

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<i>Sponsor's Initials</i>	<i>Date</i>	<i>Budget Director's Initials</i>	<i>Date</i>

KA

4-22-21