



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2025 Biennium

Bill information:

HB0129 - Revise fees for special mobile equipment (Welch, Tom)

Status: As Introduced

- 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 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>Difference</u>	<u>FY 2026</u> <u>Difference</u>	<u>FY 2027</u> <u>Difference</u>
Expenditures:				
General Fund	\$0	\$0	\$0	\$0
Revenue:				
General Fund	\$0	\$0	\$0	\$0
Net Impact-General Fund Balance:	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Description of fiscal impact: HB 129 changes the timing of property tax payments for special mobile (SM) equipment. Instead of prepaying property taxes, SM would pay property taxes at the same time as other personal property taxes. There is no fiscal impact to the state.

FISCAL ANALYSIS

Assumptions:

- Entities with SM equipment currently prepay their property taxes, and a \$5 registration fee, to receive a SM decal.
- These prepayments cause significant work at the department for tax calculation and are a burden to taxpayers who must make multiple property tax payments throughout the year.
- HB 129 still requires a \$5 registration fee for the decal, but now the property will be billed at the same time as the rest of personal property, which is in the spring.
- SM equipment brought in from out of state would still require prepayment of property taxes as there would be no feasible recourse for collecting back taxes if the property left the state before paying.

5. There are no administrative costs associated with HB 129.




Sponsor's Initials



Date



Budget Director's Initials



Date