

Legislative Fiscal Office

Only Impacts on Original or Engrossed Versions are Considered Official

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Measure Description:

Changes method of determining whether addition of real property improvements constitutes “minor construction” for purposes of property tax law. Replaces current thresholds of \$10,000 per assessment year or \$25,000 cumulatively over five assessment years with new thresholds of \$18,200 per assessment year or \$45,000 for cumulative additions made over five assessment years. Directs the Department of Revenue to annually adjust these threshold amounts to inflation.

Government Unit(s) Affected:

Counties, Department of Revenue

Analysis:

The proposed legislation has been determined to have

MINIMAL EXPENDITURE IMPACT

on state or local government.

While this individual measure has a “Minimal” fiscal impact, an agency may incur a net fiscal impact greater than minimal depending on the cumulative impact of all measures enacted into law that affect the agency.