

Timeline for Monitoring Outcomes of HBs 3589, 3506, and 3712

The policy changes in HBs 3589, 3506, and 3712 will be implemented incrementally. It will take three years to reach full implementation. This will allow time for careful monitoring and a measured response to new information. The timeline below provides additional detail.

- Nov. 2025 to Jan. 2026 — Assess any changes in program participation (10-year decline) under current law
- Jan. 1, 2026 — Transfer \$27.15 million from revolving account
- **Feb. 2026 — Assess the need for any changes to be made in the 2026 Legislative Session**
- July 1, 2026 — Deferral program expansion under HB 3712 begins to apply
- Nov. 2026 to Jan. 2027 — Assess how deferral program participation changes
- Jan. 1, 2027 — NO TRANSFER of excess funds in revolving account
- **Feb. 2027 — Assess the need for any changes to be made in the 2027 Legislative Session**
- Nov. 2027 to Jan. 2028 — Assess how deferral program participation changes
- Jan. 1, 2028 — Review revolving account solvency and transfer any excess funds
- **Feb. 2028 — Assess the need for any changes to be made in the 2028 Legislative Session**
- Repeat this process annually. The solvency review and transfer of any excess funds sunsets on July 1, 2031.

Department of Revenue and Legislative Revenue Office are collaborating on an improved long-term Homestead Deferral forecast. This will improve the forward-looking aspect of the monitoring process. One key area to monitor is the projected solvency of the revolving account. Potential policy changes to consider if long-term solvency of the revolving account is in question is the number of years in the look-back period and the number of years of obligations which must be maintained in the revolving account.