

HOUSE RESEARCH

Bill Summary

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Authors: Lanning and others

Subject: Property taxation; fixing the shares of the state general tax by property type

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Overview

Provides for a permanent apportionment of the state general tax between commercial-industrial property and seasonal recreational property. Effective for taxes payable in 2006 and thereafter.

Section

- 1 Commercial-industrial tax capacity.** Includes nonhomesteaded resorts in the definition of commercial-industrial property for purposes of the state general tax.
- 2 Noncommercial seasonal residential recreational property.** Excludes nonhomesteaded resorts from the definition of seasonal recreational property for the purposes of the state general tax.
- 3 Apportionment and levy of the state general tax.** Provides that the state general tax will be permanently apportioned into a commercial-industrial share at 95.4 percent and a seasonal recreational share at 4.6 percent. (This is the approximate breakout of the state general tax for taxes payable in 2002, the first year of the state general tax; the breakout for taxes payable in 2005 is 92.8 percent commercial-industrial versus 7.2 percent seasonal recreational.)

Provides that the commissioner of revenue will annually certify separate state tax rates for commercial-industrial property and seasonal recreational property.