Overview

Decreases the class rate on the market value over $75,000 of seasonal residential recreational property. State aid (HACA) is paid to the taxing districts to offset the loss in tax base. Effective for taxes payable in 2000 and thereafter.

1 Seasonal recreational residential property. Moves seasonal residential recreational property not used for commercial purposes (i.e. cabins) into class 4bb. Class 4bb has a class rate of 1.25 percent on the first $75,000 market value and 1.7 percent on the market value over $75,000.

Under current law, this type of property is in class 4c and has a class rate of 1.25 on the first $75,000 market value and 2.2 percent on the excess market value over $75,000.

2 Homestead and agricultural credit aid (HACA). Provides HACA beginning with aids payable in 2000 to the taxing districts to offset the loss of tax base due to the class rate decrease on the market value over $75,000.

3 Effective date. Provides that section 1 is effective for taxes levied in 1999, payable 2000 and thereafter. Section 2 is effective for aids payable in 2000.

Note: H.F. 211 (Abrams and others) is identical to H.F. 125.