

BILL SUMMARY
2nd Session of the 54th Legislature

Bill No.:	HB 2446
Version:	CS
Request Number:	10277
Author:	Rep. Rousselot
Date:	3/11/2014
Impact:	Tax Commission:
	Local Revenue Decrease Estimate
	FY-16: \$462,000

Research Analysis

HB2446 modifies the income threshold used to determine eligibility for an additional homestead exemption from \$20,000 to the greater of \$22,000 or the HUD (Housing and Urban Development) median income for the county in which the claimant's property exists. The additional homestead exemption gives qualifying homeowners an additional \$1000 off the assessed valuation of their primary residence.

Prepared By: Quyen Do

Fiscal Analysis

Tax Commission:

This measure proposes amendment to Section 2890 of Title 68 by modifying the income eligibility limit for purposes of additional homestead exemption qualification from gross household income not to exceed \$20,000 to gross household income which does not exceed the greater of \$22,000 or 50% of the median income published by the United States Department of Housing and Urban Development (HUD median income), as applicable, for the county in which the homestead is located.

Based on a census data analysis, it is estimated that under the increased income threshold another 4,500 households could qualify for the additional homestead exemption. Application of the current weighted county millage rate of \$102.74 (0.10274) per \$1,000 of assessed value to the 4,500 new eligible households results in an estimate decrease in property tax revenues of \$462,330.

Prepared By: Mark Tygret

Other Considerations

None.

