

## Idaho House Bill 292 Summary

### Timeline for Property Owners: Key Dates

- **First Monday in June:** Assessment Notices must be mailed by the Assessor’s Office
- **Second Monday in July:** Applications for Homestead Exemption must be submitted to qualify for Homeowner’s Property Tax Relief Payments
- **June – August:** Property Tax District Budget Hearings (See Assessment Notice for hearing dates)
- **Fourth Monday in November:** Tax Billing Notices must be mailed by the Treasurer’s Office

### Key Components of the Legislation:

#### Creates Schools Facility Fund

- Monies will be used in place of property tax levy monies and shall be expended by a school district for one or more purposes listed below:
  1. Payment of existing school bonds
  2. Payment of supplemental school levies authorized pursuant to section 33-802, Idaho Code, excluding indefinite term supplemental levies described in 33-802(5), Idaho Code
  3. Saved in a reserve account by the school district for future school facility construction or renovation needs
  4. For use in securing and making payments on a new school facilities bond.
- Estimated \$115 million in 2023 will be distributed and used by school districts throughout the state for property tax relief. Amount received by each school district must be deducted from the levy that would have otherwise been paid by property taxpayers.
- Implementation
  - School Districts must identify the amount received in the current year in the certification of its budget.
  - Budget must be certified by County Commissioners no later than the Thursday prior to the 2<sup>nd</sup> Monday in September.

#### Establishes Limitation on School District Bond Elections

- Eliminates the March election for school bonds held by school districts.

#### Creates Homeowner’s Property Tax Relief Fund

- Average savings due to the Homeowner’s Property Tax Relief fund in Ada County utilizing estimates of Sales Tax Revenue would designate \$130 million statewide for Homeowner’s tax relief would be \$377, distribution by assessment ranges listed below:

<b>Homeowner's Tax Relief Fund Estimated Benefits*: Ada County</b>					
<b>Total Market Assessed Value Range Lower</b>	<b>Total Market Assessed Value Range Upper</b>	<b>Average Benefit</b>	<b>Average Tax</b>	<b>Average Tax After Benefits</b>	<b>Savings %</b>
\$0	\$100,000	\$21.70	\$180.36	\$158.66	12.03%
\$100,000	\$200,000	\$62.39	\$518.56	\$456.17	12.03%
\$200,000	\$300,000	\$125.93	\$1,046.67	\$920.74	12.03%
\$300,000	\$400,000	\$207.86	\$1,727.66	\$1,519.79	12.03%
\$400,000	\$500,000	\$260.49	\$2,165.04	\$1,904.55	12.03%
\$500,000	\$600,000	\$324.16	\$2,694.28	\$2,370.12	12.03%
\$600,000	\$700,000	\$406.61	\$3,379.51	\$2,972.90	12.03%
\$700,000	\$800,000	\$483.24	\$4,016.39	\$3,533.16	12.03%
\$800,000	\$900,000	\$565.04	\$4,696.32	\$4,131.28	12.03%
\$900,000	\$1,000,000	\$627.63	\$5,216.53	\$4,588.90	12.03%
\$1,000,000	Greater	\$953.78	\$7,927.30	\$6,973.52	12.03%

*\*Based on 2022 Assessment Data from the Idaho State Tax Commission and Ada County Treasurer's Office*

### **Establishes Funding for Additional Property Tax Relief**

- Requires that \$150 million or the balance excess monies, whichever is less, in the General Fund shall be distributed in the following way: First \$50 million to Homeowner's Property Tax Relief Fund, and remaining funds shall be split with 50% going to the School Districts Facilities Fund, and 50% shall be distributed as Additional Property Tax Relief based on the proportion of total property taxes levied in the county in relation to the total in the state as a ratio. The monies in the Additional Property Tax relief will be apportioned to the counties for all property owners.
- In 2023 up to \$50 million will be transferred to counties and distributed to tax districts for property tax relief. Also, must be shown as a credit on the tax bill. The monies from the distribution are appropriated by county by the total amount of taxes levied in the county
  - In 2022 Ada County, if \$50 million were distributed statewide, the savings to the Ada County property owner from this portion of the program would be an average of approximately \$80\*  
*\*Based on 2022 Tax Collection Data from the Idaho State Tax Commission and Ada County Treasurer's Office*

### **Enhances the Property Tax Reduction Program (Circuit Breaker)**

- Assessment thresholds increase to 200% from 150% of median assessed value would increase the number PTR recipients in Ada County by 56 with a total additional benefit paid of \$57,130.
- Increase in income limits will increase the number of beneficiaries in the PTR program. (*Insufficient information on how many in Ada County were denied due to income limits in 2022*).

**Online Resources:**

**Ada County Assessor:**

[www.adacounty.id.gov/assessor](http://www.adacounty.id.gov/assessor)

[www.adacounty.id.gov/assessor/assessor-information/assessment-notice-appeals/](http://www.adacounty.id.gov/assessor/assessor-information/assessment-notice-appeals/)

**Ada County Treasurer:**

[www.adacounty.id.gov/treasurer](http://www.adacounty.id.gov/treasurer)