



PROPERTY TAX RELIEF

NDACo Annual Conference
October 10, 2023

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LEGISLATIVE TAX RELIEF 2007-2023

2007

- **Income Tax Credit**

- 10% income tax credit not exceeding \$1,000 for married filers and \$500 for single filers
- Increased max income to qualify from \$14,500 to \$17,500
- Maximum taxable value increased from \$67,511 to \$75,000

2009

- **Schools**

- **\$295 Million** in school mill levy buy down for 2009-2011 biennium
- Reduction of up to 75 mills in school property tax levies

2011

- **Schools**

- **\$341.8 million** in school mill levy buy down for 2011-2013 biennium
- Reduction of up to 75 mills in school property tax levies

LEGISLATIVE TAX RELIEF 2007-2023

2013

Schools

- \$650 million in school mill levy buy down for 2013-2015 biennium
- Reduction of an additional 50 mills plus previous 75 mills in school property tax levies
- Reduced school district general fund levy authority to 60 mills

12% Credit

- 12% state-paid credit against property taxes
- \$200 million in property tax relief for 2013-2015 biennium

Homestead Credit

- Increased income and asset thresholds to qualify for homestead credit
- Added new income eligibility category \$38,000 - \$42,000
- \$27 million in property tax relief for 2013-2015 biennium

Disabled Veterans Credit

- Increased the amount of home value credit for disabled veterans from \$5,400 to \$6,750

LEGISLATIVE TAX RELIEF 2007-2023

2015

12% Credit

- Extended 12% credit through TY2016
- **\$250 million** in property tax relief for 2015-2017 biennium

Social Services

- State assumed a significant share of county social services costs beginning in 2016
- Counties required to reduce social services budget by relief amount
- Two-year pilot program
- **\$23 million** in property tax relief for 2015-2017 biennium

Schools

- Increased state's per-pupil payment by 3% each year of 2015-2017 biennium
- Continued state funding of up to 115 mills of local school levies

LEGISLATIVE TAX RELIEF 2007-2023

2017

Social Services

- Continuation of the two-year pilot program for state paid county social services costs
- Suspended county's ability to levy up to 20 mills for social services for TY 2017&2018

2019

Social Services

- Codified state funded takeover of county social services costs
- \$172.3 million in property tax relief for 2019-2021 biennium
- Amount of relief to be calculated and displayed on each tax statement
- Eliminated county's 20 mill levy authority for county social services costs

2021

Disabled Veterans Credit

- Increased the amount of home value credit for disabled veterans from \$6,750 to \$8,100

LEGISLATIVE TAX RELIEF 2023

2023

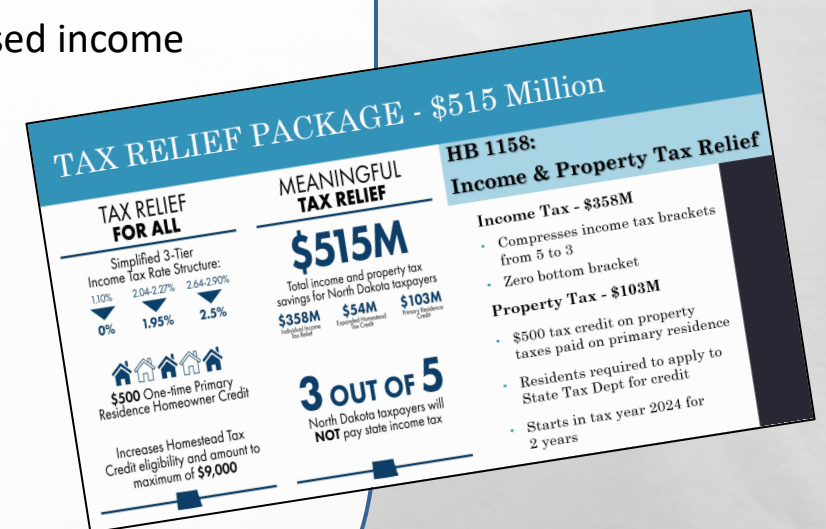
\$515 Million Total – HB1158

Property Tax Relief

- \$500 state paid credit against property tax on each primary residence for TY 2024 & 2025
- Expansion of Homestead Credit program with increased income and asset thresholds
- **\$157 million** in property tax relief

Income Tax Relief

- Compresses income tax brackets from five to three
- Zero bottom bracket
- **\$358 million** in tax relief



HOMESTEAD CREDIT ENHANCEMENTS

BEFORE July 1, 2023:

- Six income brackets for eligibility
- \$0 to \$42,000 in income
- 100% to 10% reduction in value
- \$500,000 maximum asset threshold

AFTER July 1, 2023:

- Two income brackets for eligibility
- \$0 to \$40,000 and \$ 40,001 to \$70,000
- Removed asset threshold

Homestead Tax Credit Brackets Following Enactment of House Bill No. 1158

Income	Maximum Reduction in Taxable Valuation	Equivalent Maximum Reduction in True and Full Valuation	Maximum Percentage Reduction in Valuation
\$40,000 or less	\$9,000	\$200,000	100%
\$40,001 to \$70,000	\$4,500	\$100,000	50%

PRIMARY RESIDENCE CREDIT

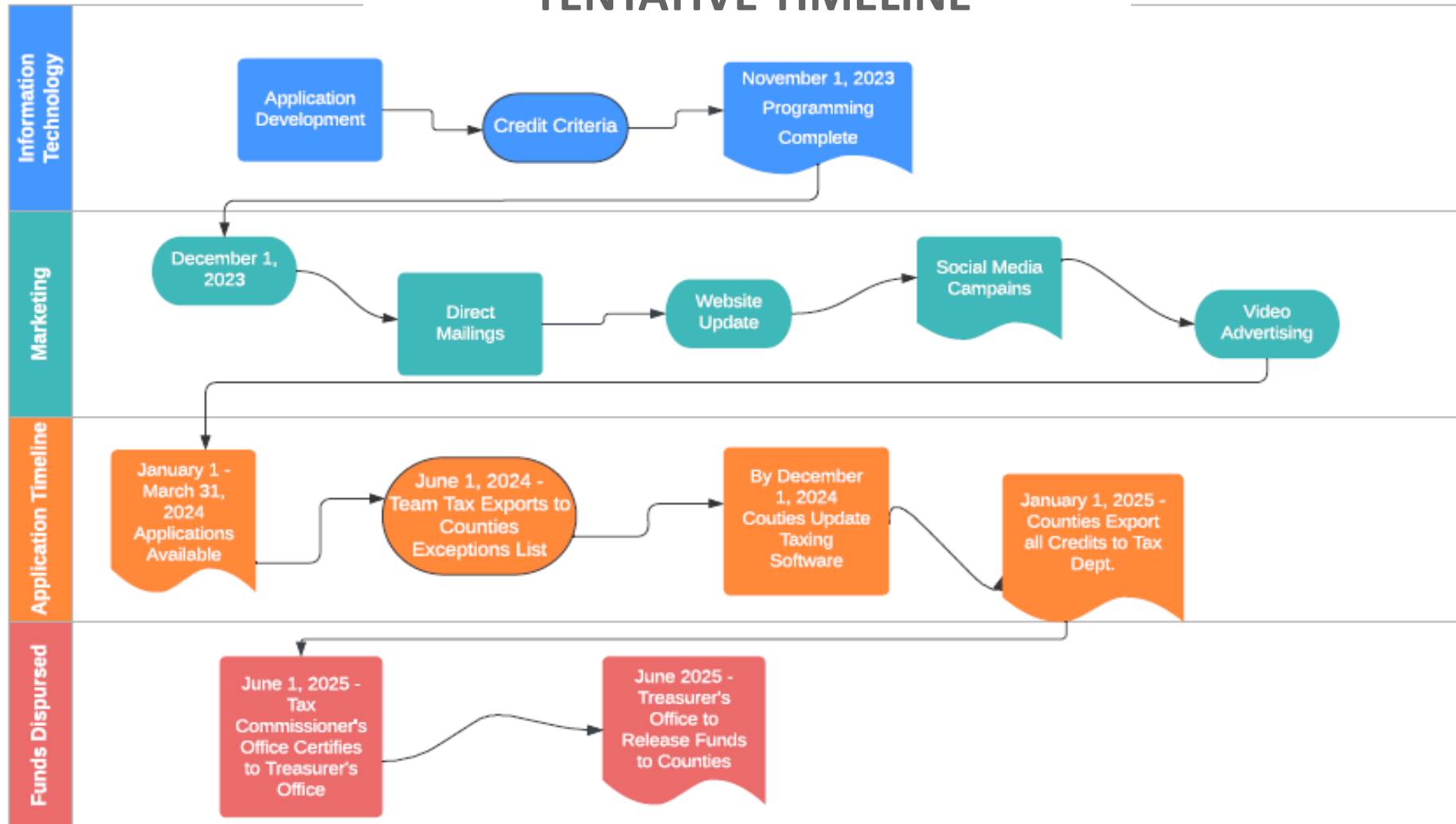
Primary residences only

\$500 Credit against Tax due on property tax statement

Tax years 2024 and 2025 (not this year)

Online application through Tax Department

PRIMARY RESIDENCE CREDIT TENTATIVE TIMELINE



QUESTIONS??



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