

**FISCAL NOTE**

The fiscal impact, in the form of decreased property tax revenues to the School Foundation Program and to local government entities, is indeterminable.

Under this bill, the assessed value of any property (real and personal) in the "all other" property class could not increase in any one year by more than five percent from the assessed value of the property determined in the prior year. This limit would not apply to any assessed value increase attributable to changes, additions, reductions or improvements to the property made in the prior year.

The fiscal impact is indeterminable, as it would depend on future market value determinations of the individual properties within the "all other" property class. The Department of Revenue (DOR) is not able to track and report the specific reasons why value may increase or decrease attributable to the market or because of changes, additions, reductions or improvements made to the property. Administration of this proposed limitation would require county assessors and the DOR to implement more policies and procedures to track valuations from year to year within the Computer Assisted Mass Appraisal (CAMA) System.