

FISCAL NOTE

	FY 2027	FY 2028	FY 2029
NON-ADMINISTRATIVE IMPACT			
Anticipated Revenue (decrease)			
SCHOOL FOUNDATION FUND (43 mills)	(\$19,000,000)	(\$19,400,000)	(\$19,800,000)
AD VALOREM TAX (local taxing entities)	(\$11,600,000)	(\$11,800,000)	(\$12,100,000)

Source of revenue increase(decrease):

This bill revises the definition of "single family residential structure" repealing the eight months of the year residency requirement to receive the homeowner property tax exemption. This bill is effective immediately upon passage.

The estimated decreases in property tax revenues to the School Foundation Program (SFP) and to other local taxing entities are provided in the above table. The SFP will experience a revenue decrease from the 43 mills supporting K-12 public education, which includes the statewide 12 mill levy, the school district 25 mill levy, and the countywide 6 mill levy. For purposes of this analysis, the decrease in property tax revenues to the SFP is shown as an absolute revenue decrease in lieu of estimating the school district recapture revenue decrease and school district entitlement expenditure increase separately.

The Ad Valorem Tax (local taxing entities) consists of the county, municipal, and special district mill levies. In FY 2025, the county levy accounted for 17.2 percent of total property tax collections, the municipal levy accounted for 2.0 percent, and special district levies collectively accounted for 8.5 percent. Total property taxes for education, discussed above, accounted for 72.2% in FY25.

Special districts vary widely in both purpose and structure, resulting in differing levels of reliance on property tax mill levy revenue. For example, hospital districts and airports are funded primarily through service charges, while senior citizen centers and cemetery districts rely more heavily on property tax revenues.

Assumptions:

Based on the information above, this bill would decrease total property taxes by approximately \$30.6 million in tax year 2026 (FY 2027), approximately \$31.2 million in tax year 2027 (FY 2028) and approximately \$32.7 million in tax year 2028 (FY 2029). Of the estimated total impact, the decreased revenue from the 43 mills supporting the SFP is approximately \$19.0 million in tax year 2026 (FY 2027), approximately \$19.4 million in tax year 2027 (FY 2028), and approximately \$19.8 million in tax year 2028 (FY 2029).

The estimate was prepared using data from the Wyoming Economic Analysis Division to estimate the number of dwellings owned by the occupant. The estimate was prepared using the statewide mill levy of 69.187. The estimate was also adjusted by the

projected two percent non-mineral property assessed value growth from the October 2025 Consensus Revenue Estimating Group (CREG) forecast.

This bill may require the Legislature to appropriate additional funds from the SFP for increased entitlement payments to ensure sufficient funding is available to offset the reduction in revenue generated by the school district 25 mill levy and countywide 6 mill levy.

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