

**NOTE: As provided in LFC policy, this report is intended for use by the standing finance committees of the legislature. The Legislative Finance Committee does not assume responsibility for the accuracy of the information in this report when used in any other situation.**

**Only the most recent FIR version, excluding attachments, is available on the Intranet. Previously issued FIRs and attachments may be obtained from the LFC office in Suite 101 of the State Capitol Building North.**

## FISCAL IMPACT REPORT

SPONSOR: Miera DATE TYPED: 03/04/01 HB 626/aHAFC  
 SHORT TITLE: County Property Valuation Fund SB \_\_\_\_\_  
 ANALYST: Williams/Eaton

### REVENUE

Estimated Revenue		Subsequent Years Impact	Recurring or Non-Rec	Fund Affected
FY01	FY02			
	NFI			

(Parenthesis ( ) Indicate Revenue Decreases)

### SOURCES OF INFORMATION

Taxation and Revenue Department (TRD)

### SUMMARY

#### Synopsis of HAFC Amendments

The HAFC amendments reflect that all counties would *deduct* an administrative charge of *one* percent of the revenue received.

#### Synopsis of Original Bill

This bill would require expenditures from a county property valuation fund be made pursuant to an approved property valuation program. Revenues at issue are defined and include most of the property tax revenues, except the property taxes associated with crude oil, natural gas and copper. The county treasurer is authorized to impose an administrative charge to be paid by property tax revenue recipients. In Class A counties, the charge would be 0.75 percent of the revenue received and would be capped at 40 percent of the budget of the county assessor in the current fiscal year. In other counties, the charge would be 1 percent of the revenue received and would be capped at 40 percent of the budget of the county assessor in the current fiscal year. The revenues from this assessment would be dedicated to the county property valuation fund. The effective date of the bill is July 1, 2001.

### FISCAL IMPLICATIONS

The Taxation and Revenue Department (TRD) report that this bill does not have any significant impacts on state or local revenues.

### OTHER SUBSTANTIVE ISSUES

The Taxation and Revenue Department (TRD) report that county commissions sometimes view the valuation fund as supplements to their general fund income and use valuation fund revenues for purposes other than assessment. This bill would make it clear that revenues in valuation funds should be devoted strictly to finance assessment programs.

JE/AW/njw