

2023 SENATE FINANCE AND TAXATION

SB 2309

2023 SENATE STANDING COMMITTEE MINUTES

Finance and Taxation Committee
Fort Totten Room, State Capitol

SB 2309
1/23/2023

Relating to creation of a primary residence property tax relief fund, a property tax credit for property used as a primary residence, and limitations on the true and full valuation of property for tax purposes & to determination of state school aid, information displayed on property tax statements.

2:32 PM Chairman Kannianen opens meeting.

Senators Present: **Kannianen, Weber, Patten, Rummel, Piepkorn, Magrum**

Discussion Topics:

- Age effect
- County effect

2:33 PM Senator Magrum introduced the bill.

2:46 PM Representative Olson, testified in favor. #16791

2:49 PM Representative Prichard, verbally in favor

2:52 PM Cathy Monti, verbally in favor

2:53 PM Donnell Preskey – ND Association of Counties, verbally neutral

2:56 Chairman Kannianen adjourned hearing.

Additional written testimony:

Rebekah Oliver #15037

Roy Gabel #15095

Jewell Hamilton #15122

Gordan Greenstein #15221

Nathan Liesen, Committee Clerk

2023 SENATE STANDING COMMITTEE MINUTES

Finance and Taxation Committee Fort Totten Room, State Capitol

SB 2309
2/6/2023

Relating to the creation of a primary residence property tax relief fund, a property tax credit for property used as a primary residence, and limitations on the true and full valuation of property for tax purposes, relating to determination of state school aid, information displayed on property tax statements, transfer of legacy fund earnings, and deposit of oil and gas tax revenues; and to provide an effective date.

10:55 AM Chairman Kannianen opens hearing.

Senator present: **Kannianen, Weber, Patten, Rummel, Piepkorn, Magrum.**

Discussion Topics:

- Committee action

11:01 AM Senator Rummel motioned a Do Not Pass.

11:01 AM Senator Patten seconded.

Senators	Vote
Senator Jordan Kannianen	Y
Senator Mark F. Weber	Y
Senator Jeffery J. Magrum	Y
Senator Dale Patten	Y
Senator Merrill Piepkorn	Y
Senator Dean Rummel	Y

Motion passed 6-0-0

11:02 AM Senator Magrum will carry.

11:03 AM chairman Kannianen adjourns hearing.

Nathan Liesen, Committee Clerk

REPORT OF STANDING COMMITTEE

SB 2309: Finance and Taxation Committee (Sen. Kannianen, Chairman) recommends **DO NOT PASS** (6 YEAS, 0 NAYS, 0 ABSENT AND NOT VOTING). SB 2309 was placed on the Eleventh order on the calendar. This bill does not affect workforce development.

TESTIMONY

SB 2309

DO PASS - SB 2309

Members of the Senate Finance and Taxation Committee,

Please render a DO PASS on Senate Bill 2309. Thank you for your consideration of this important bill, and for your service to North Dakota.

Sincerely,

Rebekah Oliver

District 11

I urge a yes vote on SB 2309 Primary Residence Property Tax credit

Thank you,

Rory Gabel

Valley City, ND

Legislative Committee:

My Name is Jewell Hamilton. I live in Minot ND in District 3. I am writing to strongly support SB2309. In the last few years, our property taxes have steadily increased with no reprieve. I am in strong support of the Expansion of the Homestead Credit Act. On Jan 17, 2023, a Minot resident, Denise Pettit, who is deaf and disabled from birth, addressed the Minot City Council seeking assistance and reconsideration for her 2021 application after it was denied and the city failed to notify her until her property taxes have become seriously delinquent. The city of Minot has referred her to the State of ND. Our disabled and elderly are in financial crisis due to Property tax increases with no relief and programs offered with lack of communication and outdated programs.

Thank You

Jewell Hamilton

Chairman Kannianen and Finance and Taxation Committee, I urge a Do Pass on SB 2309. I am retired and about to turn 68 years old. I believe property taxes are more than unethical and immoral, they are a basic violation of pretty much everything America is supposed to stand for.

I urge a Do Pass on SB 2309

Thank you

Gordon Greenstein

Bismarck, ND

US Navy (Veteran)

US Army (NDNG Retired)

SB 2309**Testimony by Rep. SuAnn Olson****Section 4.2 Explanation of Property Tax Reduction**

The bill will exempt \$125,000 of true and full value on a primary residence.

The actual calculation goes like this:

True and Full Value	125,000
	50%
Assessed Value	62,500
Residential %	9.0%
Taxable Value	5,625

The short-cut is often shown like this:

True and Full Value	125,000
Residential %	0.045
Taxable Value	5,625

The total mills assessed on a property tax statement are shown as 1/1000 (move the decimal 3 digits to the left) and then multiply times the Taxable Value.

Examples based on 2022 mill rates:

	Taxable Value	Mills per Statement	Mills as 1/1000	Tax Credit (Taxable Value times Mills/1000)
Rural Burleigh	5,625	176.07	0.17607	990.39
Mandan	5,625	287.38	0.28738	1,616.51
Fargo	5,625	301.5	0.3015	1,695.94
West Fargo	5,625	299.91	0.29991	1,686.99
Hebron	5,625	342.65	0.34265	1,927.41
Rural Glen Ullin	5,625	166.27	0.16627	935.27