

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
	<u>50%</u>
Assessed Value	62,500
Residential %	<u>9.0%</u>
Taxable Value	5,625

The short-cut is often shown like this:

True and Full Value	125,000
Residential %	<u>0.045</u>
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