

HB 1575 Summary

HB1575 is a broad based tax relief package that offers relief to Residential, Ag, and Commercial property in our State.

There are 2 major components to this bill.

1. This bill establishes 3 new tax categories. Primary Residence (in HB1176) primary Ag, and Primary Commercial.
Primary residence applies only to the residence you live in. Primary Ag is only available to either North Dakota residents or LLCs domiciled in ND. Primary commercial is available to any business owned by a ND resident or domiciled in the State.
2. The relief portion of the bill is determined by changing the percentage that property is taxed at. Primary residential is currently taxed at 9% of 50% of true and full value. Ag and commercial is taxed at 10% of 50% of true and full value. This bill would change primary residential from 9% to 6%, Primary Ag from 10% to 8%, and Primary commercial from 10% to 9%, which will result in 33% savings for Primary residential, a 20% savings for primary Ag, and a 10% savings for Primary commercial. This would amount to approx. \$345 million relief for Primary Residence, \$95 million relief for Ag, and \$46 million relief for commercial.