

**FISCAL NOTE**  
**SENATE BILL NO. 2201**  
**LC# 25.0308.07000**  
**02/05/2025**

**1 - State Fiscal Effect**

*Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2023-2025 Biennium		2025-2027 Biennium		2027-2029 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues						
Expenditures	\$1,900,000		\$1,900,000			
Appropriations						

**2 - County, City, School District, and Township Fiscal Effect**

*Identify the fiscal effect on the appropriate political subdivision.*

	2023-2025 Biennium	2025-2027 Biennium	2027-2029 Biennium
Counties			
Cities			
School Districts			
Townships			

**3 - Bill and Fiscal Impact Summary**

*Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

SB 2201 as amended in committee on 1-22-2025, the exclusion of corporate and passthrough entity owned homes serving as a primary residence, reduces the fiscal estimate by \$100,0000 vs. the previous calculation.

## 4 - Fiscal Impact Sections Detail

*Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

If enacted SB 2201 would expand the Primary Residence Tax Credit to a primary residence held by trust, life estates and property being purchased under a contract for deed. While there is no known resource that exists to track and report the number of homes held in trusts, the estimate is 3,900 homes to be eligible for the credit.

As amended in committee on 1-22-2025, the exclusion of corporate and passthrough entity owned homes serving as a primary residence, reduces the fiscal estimate by \$100,0000 vs. the previous calculation.

## 5 - Revenues Detail

*For information shown under state fiscal effect in 1 or 2, please explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

## 6 - Expenditures Detail

*For information shown under state fiscal effect in 1 or 2, please explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

As amended HB 2201 has a retroactive date effective for the first two taxable years beginning after December 31, 2023. Therefore 3,900 homes are estimated to be eligible under the definition for the full \$500 credit per primary residence, resulting in \$1.9 million of expenditures for 2023-2025 biennium and \$1.9 million of expenditures for the 2025-2027 biennium.

## 7 - Appropriations Detail

*For information shown under state fiscal effect in 1 or 2, please explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.*

HB 1158 appropriated \$103,225,000 to the 2023-2025 biennium for the Primary Residence Credit program. HB 1006 included \$103,225,000 in the base budget funding for the Primary Residence Credit program.

## Contact Information

**Name:** Sherri Anderson

**Agency:** Office of State Tax Commissioner

**Telephone:** 7013283462

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