

**FISCAL NOTE**  
**SENATE BILL NO. 2298**  
**LC# 25.0789.01000**  
**01/26/2025**

**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			\$684,740,435			
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 2298 modifies the primary residence property tax credit program to provide an up to \$9,000 primary residence valuation reduction for eligible individuals. In addition, it contains a retroactive provision to create eligibility for homes previously ineligible for the 2024 credit of \$500.

**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.*

Section 6 is an up to \$500, retroactive primary residence credit effective for the 2024 property tax year, to also include homes held in a trust, by a passthrough entity or corporation and used as a primary residence, with a deadline to apply of 12-31-2026 for the 2024 credit.

Section 8 is effective for the 2025 property tax year and subsequent years thereafter, providing an up to \$9,000 primary residence valuation reduction against taxable value for eligible, primary residence individuals.

## **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.*

If enacted, Section 6 of SB 2298 is estimated to provide \$2,000,000 in property tax relief to eligible individuals in the 2025-2027 biennium.

If enacted, Section 8 of SB 2298 is estimated to provide \$682,740,435 in property tax relief to eligible individuals in the 2025-2027 biennium.

In total, Section 6 and Section 8 combined are estimated to provide \$684,740,435 in property tax relief to eligible individuals in the 2025-2027 biennium.

The 2023-2025 biennium baseline budget appropriation for the primary residence, homestead and disabled veteran property tax credit programs is \$194,370,000. The 2025-2027 biennium estimate to fund SB 2298, in addition to baseline funding, is \$490,370,435.

## **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.*

If SB 2298 is enacted, an additional sum of \$490,370,435 out of any moneys in the general fund in the state treasury, not otherwise included as a continuing appropriation, or so much of the sum as may be necessary, are requested to be appropriated to the tax commissioner for a primary residence property tax credit program during the biennium beginning July 1, 2025, and ending June 30, 2027.

## **Contact Information**

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**Date Prepared:** 01/25/2025