Senate Appropriations Consideration of HB 1176 March 27, 2025

Senator Mark Weber; Senator David Hogue



Summary of purpose of amendments

1. Skin in the game amendment.

- Reduces spending by reducing PRTC to maximum of \$1250; maximum of 75% of tax liability, and minimum credit of \$500. **Page 9, lines 5-10.**
- · We should be flexible to spend more if we see progress on cuts to other GF spending.
- The cost of primary residence tax credit is reduced approximately \$75 million to \$400 million (\$398.4 million). Page 39, line 24.

Property Taxes on an Owner Occupied Home in North Dakota Payable in 2023

\$100,000 Home

City Tax Amount* Bowman \$1,162 Carrington \$1,323 Grafton \$1,793 Kenmare \$1,270 Lisbon \$1,016 Rugby \$1,250 Washburn \$1,460`

\$200,000 Home

City	Tax Amount*
Bismarck	\$3,786
Devils Lake	\$2,997
Dickinson	\$2,312
Fargo	\$2,671
Grand Forks	\$3,477
Jamestown	\$2,767
Mandan	\$2,539
Minot	\$2,833
Valley City	\$2,902
Wahpeton	\$3,030
West Fargo	\$2,608
Williston	\$1,906

^{*} Calculations assume taxes are paid by February 15th, allowing the taxpayer a 5% discount.

2. Legislative Intent amendment

- Signal to 70th LA that Legacy Fund earnings should provide broad based tax relief to a wide range of taxpayers.
- Page 39, lines 9-13.
- Legislative intent increasingly important in term limit era;
- Fosters broad based support for Legacy Fund as permanent;
- Primary residence owners are critical base of support, but so are other ND residents.

3. Initial 2% cap on large cities, counties, park districts

For large cities, counties, and park districts, 2% for 2025 **only**. **Page 36**; **lines 1-8**. Large cities are above 10,000; large counties and park districts are above 20,000 population. **Leave School districts alone**.

Rationale: collateral sources of income from user fees, state aid distribution, sales taxes.

Events, building rentals, opioid settlement, grants, liquor licenses, property leases,

4. Election Deferral until 2028

- Political subdivisions should not host elections until the caps have been in place for 2 budget cycles.
- We are enacting fundament reform. We need to evaluate those impacts on all political subdivisions.
- Page 34, line 8.

5. Township amendment to go to 36 mils

• Senator Weber proposes increase of township mill levy authority.

