2025 HOUSE FINANCE AND TAXATION
HB 1560

2025 HOUSE STANDING COMMITTEE MINUTES

Finance and Taxation Committee

Room JW327E, State Capitol

HB 1560 1/28/2025

Relating to a primary residence long-term homeowner property valuation reduction; and to provide an effective date.

9:01 a.m. Chairman Headland opened the hearing.

Members Present: Chairman Headland, Vice Chairman Hagert, Representatives Anderson, Dockter, Dressler, Foss, Grueneich, Ista, Motschenbacher, Nehring, Olson, Porter, Steiner, Toman **Discussion Topics:**

- Real estate
- 30-year window
- Inherited property

9:01 a.m. Representative Toman introduced the bill.

9:05 a.m. Bill Wocken, ND League of Cities, testified in opposition and submitted testimony #32109.

9:09 a.m. Chairman Headland closed the hearing.

Janae Pinks, Committee Clerk

Testimony in Opposition to House Bill 1560
January 28, 2025
House Finance and Taxation Committee
Bill Wocken on behalf of the North Dakota League of Cities

Good morning, Mr. Chairman and members of the House Finance and Taxation Committee. For the record, my name is Bill Wocken, appearing on behalf of the North Dakota League of Cities in opposition to House Bill 1560.

House Bill 1560 seeks to add a new real estate tax exemption for homeowners who have lived in their homes for 30 years or more. We have a number of concerns with this bill and its introduction into a legislative session that is considering many changes to the property tax.

This bill applies to persons owning their present homes for more than 30 years, It is restricted to homes worth \$400,000 or less (\$16,000 taxable value). That is a very large exemption to apply to a parcel based on ownership longevity. Subsection 2 of Section 1 in the bill allows the exemption to continue if the owner moves to an institutional housing option if the residence is not rented to someone. Rent versus lease, live in it for free, guesthouse are all options that will satisfy this legislative proposal and keep the home exempt.

Subsection 7 on Lines 6-8, Page 4 allows the exemption to continue for the entire year under which it was granted without regard to any change in ownership. Even if one might want to allow an exemption for a long term resident, this measure has a number questionable features.

We respectfully request a Do Not Pass recommendation for House Bill 1560. I will be happy to stand for any questions you might have,

2025 HOUSE STANDING COMMITTEE MINUTES

Finance and Taxation Committee

Room JW327E, State Capitol

HB 1560 2/10/2025

Relating to a primary residence long-term homeowner property valuation reduction; and to provide an effective date.

2:35 p.m. Chairman Headland opened the meeting.

Members Present: Chairman Headland, Vice Chairman Hagert, Representatives Dockter,

Dressler, Foss, Grueneich, Ista, Motschenbacher, Nehring, Olson, Porter, Toman

Members Absent: Representative Steiner, D. Anderson

Discussion Topics:

Committee Action

2:37 p.m. Vice Chairman Hagert moved a Do Not Pass.

2:37 p.m. Representative Dockter seconded the motion.

Representatives	Vote
Representative Craig Headland	Y
Representative Jared Hagert	Y
Representative Dick Anderson	AB
Representative Jason Dockter	Y
Representative Ty Dressler	Y
Representative Jim Grueneich	Y
Representative Mike Motschenbacher	Y
Representative Dennis Nehring	Y
Representative Jeremy Olson	N
Representative Todd Porter	Y
Representative Vicky Steiner	AB
Representative Nathan Toman	N
Representative Austin Foss	Y
Representative Zachary Ista	Y

2:38 p.m. Motion passed 10-2-2.

2:38 p.m. Representative Foss will carry the bill.

2:38 p.m. Chairman Headland closed the meeting.

Janae Pinks, Committee Clerk

Module ID: h_stcomrep_23_031 Carrier: Foss

REPORT OF STANDING COMMITTEE HB 1560 (25.1141.01000)

Finance and Taxation Committee (Rep. Headland, Chairman) recommends **DO NOT PASS** (10 YEAS, 2 NAYS, 2 ABSENT AND NOT VOTING). HB 1560 was placed on the Eleventh order on the calendar.