

HB 3242 -- PROPERTY TAX LEVY CAP

SPONSOR: Davis

This bill provides that the total amount of combined real property tax levies levied and imposed by all taxing authorities upon residential real property must not exceed:

(1) Seven percent of the assessed value of all residential real property within the borders of an incorporated city, town, or village if the entity has a municipal tax levy; or

(2) Six percent of the assessed value of all residential real property within a county that is outside the boundaries of an incorporated city, town, or village or within the borders of an city, town, or village that does not have a municipal tax levy.

If the total amount of combined real property tax levies levied and imposed by all taxing authorities on residential real property exceeds the applicable limits, the taxing authority must proportionately reduce each levy individually to ensure such limits are not exceeded.