

Fiscal Estimate Narratives

DOR 3/22/2006

LRB Number	05-4763/1	Introduction Number	SB-663	Estimate Type	Original
Description Notice of changed assessment on improvements on leased land					

Assumptions Used in Arriving at Fiscal Estimate

Under current law, when an assessor increases the assessed value of a parcel of taxable real property, a notice of the increase in assessment must be sent to the owner of the property or, if the owner's address is unknown, to the occupant of the property. Current law also requires a notice of assessment increase be sent to the owner or, if the owner's address is unavailable, to the occupant of an improvement on land that is exempt because it is enrolled in the managed forest law program.

Under the bill, when an assessor increases the assessed value of an improvement on leased tax exempt land, other than land enrolled under the managed forest land program, a notice of the increase in assessment must be sent to the owner of the improvement or, if that address is unavailable, to the occupant of the improvement.

This bill will increase local government administrative costs. The number of improvements for which assessment notices could be required is unknown, but probably a small number. Any increase in costs is therefore expected to be minimal.

Long-Range Fiscal Implications