

Polk County, Iowa

Property Tax Legislative Proposal - Polk County Revenue Impact

Prepared 05/08/12

<u>Senate Proposal</u>	<u>Effective Date</u>	<u>FY 13/14</u>	<u>FY 14/15</u>	<u>FY 15/16</u>	<u>FY 16/17</u>	<u>FY 17/18</u>	<u>FY 18/19</u>	<u>FY 19/20</u>	<u>FY 20/21</u>	<u>FY 21/22</u>
Earned Income Tax Credit	FY 13/14	-	-	-	-	-	-	-	-	-
Commercial/Industrial/RR Credits	FY 13/14	-	-	-	-	-	-	-	-	-
Apartment Reclassification to Residential	FY 14/15	-	(200,000)	(300,000)	(500,000)	(700,000)	(900,000)	(1,200,000)	(1,400,000)	(1,400,000)
Property Tax Limitations	N/A	-	-	-	-	-	-	-	-	-
Telecommunications Tax Exemption	FY 14/15	-	(300,000)	(400,000)	(400,000)	(400,000)	(500,000)	(500,000)	(500,000)	(500,000)
Res & Ag Rollback - cap at 3%	FY 14/15	-	(1,200,000)	(2,400,000)	(3,600,000)	(4,800,000)	(6,000,000)	(7,200,000)	(8,400,000)	(9,600,000)
Total Polk County Impact		-	(1,700,000)	(3,100,000)	(4,500,000)	(5,900,000)	(7,400,000)	(8,900,000)	(10,300,000)	(11,500,000)

<u>House Proposal</u>	<u>Effective Date</u>	<u>FY 13/14</u>	<u>FY 14/15</u>	<u>FY 15/16</u>	<u>FY 16/17</u>	<u>FY 17/18</u>	<u>FY 18/19</u>	<u>FY 19/20</u>	<u>FY 20/21</u>	<u>FY 21/22</u>
Earned Income Tax Credit	FY 13/14	-	-	-	-	-	-	-	-	-
Commercial/Industrial/RR Rollbacks	FY 14/15	-	(900,000)	(1,800,000)	(2,900,000)	(4,000,000)	(5,100,000)	(5,300,000)	(5,400,000)	(5,600,000)
Apartment Reclassification to Residential	FY 14/15	-	(400,000)	(800,000)	(1,300,000)	(1,800,000)	(1,700,000)	(1,600,000)	(1,500,000)	(1,500,000)
Property Tax Limitations	FY 13/14	(100,000)	(300,000)	(500,000)	(900,000)	(1,300,000)	(1,900,000)	(2,500,000)	(3,300,000)	(4,200,000)
Telecommunications Tax Exemption	FY 14/15	-	(300,000)	(400,000)	(400,000)	(400,000)	(500,000)	(500,000)	(500,000)	(500,000)
Res & Ag Rollback - cap at 3%	FY 14/15	-	(1,200,000)	(2,400,000)	(3,600,000)	(4,800,000)	(6,000,000)	(7,200,000)	(8,400,000)	(9,600,000)
Total Polk County Impact		(100,000)	(3,100,000)	(5,900,000)	(9,100,000)	(12,300,000)	(15,200,000)	(17,100,000)	(19,100,000)	(21,400,000)

NOTES:

(1) Revenue estimates include only the impact on the General Funds and debt service funds; Rural funds and mental health tax revenue impacts are excluded from this analysis

(2) Valuations utilized for this analysis are approximated based upon reasonable assumptions:

- Valuations for subcomponents of the affected tax classifications (such as Section 42 housing and telecommunications personal property) are inferred
- Future valuation growth in residential and ag properties as well as the CPI are estimated based upon historical trends