



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2025 Biennium

Bill information:

HB0025 - Repeal gray water property abatement (Welch, Tom)

Status: As Introduced

- Significant Local Gov Impact
 Needs to be included in HB 2
 Technical Concerns
 Included in the Executive Budget
 Significant Long-Term Impacts
 Dedicated Revenue Form Attached

FISCAL SUMMARY

	<u>FY 2024</u>	<u>FY 2025</u>	<u>FY 2026</u>	<u>FY 2027</u>
	<u>Difference</u>	<u>Difference</u>	<u>Difference</u>	<u>Difference</u>
Expenditures:				
General Fund	\$0	\$0	\$0	\$0
Revenue:				
General Fund	\$0	\$0	\$0	\$0
Net Impact-General Fund Balance	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Description of fiscal impact: Eliminating the gray water system property tax abatement has no fiscal impact to the State or to local jurisdictions. The abatement was enacted during the 2011 Legislature.

FISCAL ANALYSIS

Assumptions:

- Under current law new residential and multi-residential construction which includes a qualifying water system that reutilized gray water (non-sewer wastewater) is eligible, on application and certification, for a 10-year property tax abatement (9% reduction in market value).
- Currently there is only one property that utilizes the gray water property abatement. That property will be grandfathered in for the duration its abatement.
- No other properties are expected to utilize the gray water abatement.
- There is no material fiscal impact to the Department of Revenue.


Sponsor's Initials


Date


Budget Director's Initials


Date