

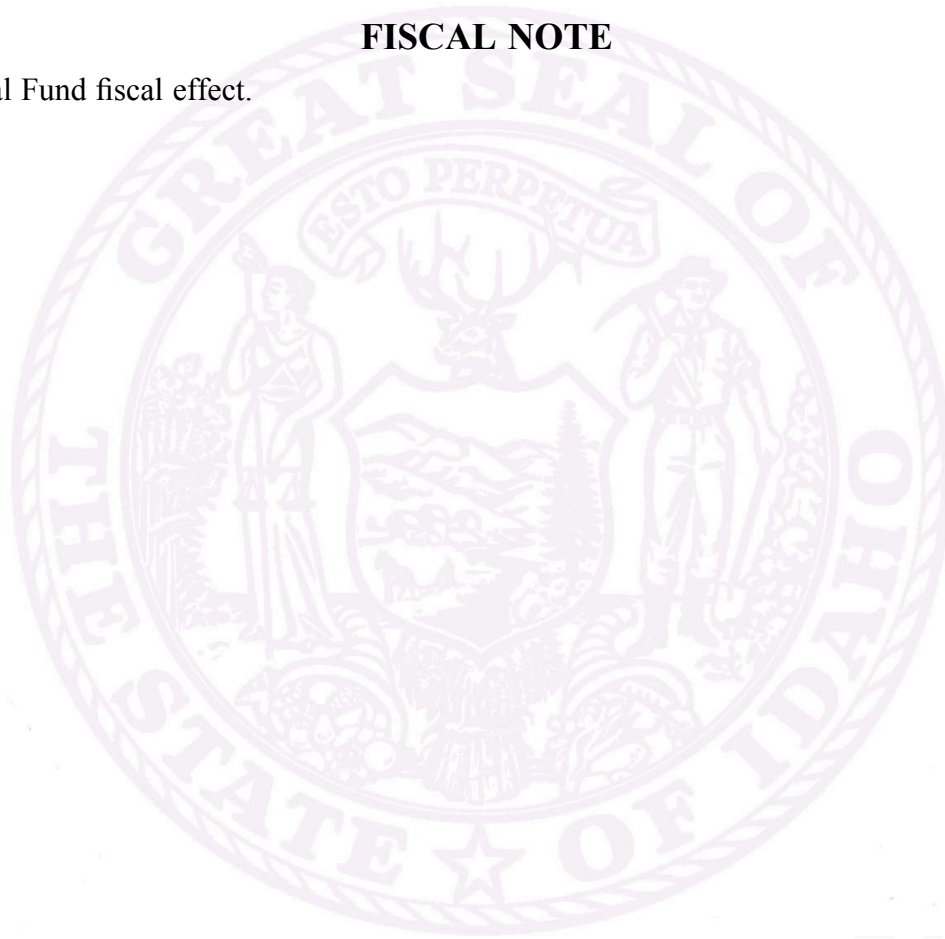
## STATEMENT OF PURPOSE

### RS22452

2013 HB-315 amended I.C. 63-803(4) which defines taxable value to mean portion of equalized value, less any exemptions, except the personal property exemption in 63-602KK(2). Taxable value is used to determine levy rates for all of the taxing districts that levy property taxes. This becomes a problem in 2014 levy setting. The basic formula for computing levy rates is property tax budget divided by taxable value. If the 602KK(2) exemption value is added back the levy rates would be understated and as a result would result in taxing districts not receiving all they had requested property taxes for. The proposal removes the requirement to add back this exempted value when computing levy rates.

### FISCAL NOTE

No General Fund fiscal effect.



#### Contact:

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