

Roll Call

Present: Sen. Crabtree, Sen. Grove, Sen. Blanc, Sen. Hulse, Sen. Hohn, and Sen. Kolbeck (Steve)

Excused: Sen. Davis

The meeting was called to order by Senator Kolbeck (Steve)

MOTION: TO APPROVE THE MINUTES OF FRIDAY, FEBRUARY 07TH

Moved by: Crabtree

Second by: Blanc

Action: Prevailed by voice vote

MOTION: AMEND SB 101

101B

On page 1, line 5, of the Introduced bill, delete " real property" and insert " an owner-occupied single-family dwelling"

On page 1, line 6, of the Introduced bill, after "on" delete " the"

On page 1, line 6, of the Introduced bill, delete " real property" and insert " owner-occupied single-family dwelling"

On page 1, line 7, of the Introduced bill, delete " real property" and insert " owner-occupied single-family dwelling"

On page 1, line 9, of the Introduced bill, delete " exceed one hundred and three percent of" and insert " increases more than the index factor over"

On page 1, line 10, of the Introduced bill, delete " real property" and insert " owner-occupied single-family dwelling"

On page 1, line 11, of the Introduced bill, after "10-13-36." insert "

For purposes of this section, "index factor" means the lesser of three percent or the annual percentage change in the consumer price index for urban wage earners and clerical workers as computed by the Bureau of Labor Statistics in the previous year, plus the lesser of one percent or the percentage increase in the assessed value in the county as a result of additions or improvements to real property, or reclassification of property."

On page 1, line 13, of the Introduced bill, delete " real property" and insert " an owner-occupied single-family dwelling"

On page 1, line 14, of the Introduced bill, delete " real property" and insert " owner-occupied single-family dwelling"

On page 1, line 21, of the Introduced bill, delete " real property" and insert " owner-occupied single-family dwelling"

On page 1, line 24, of the Introduced bill, delete " is equal to the one hundred and three percent of" and insert " does not increase more than the index factor as defined in section 1 of this Act over"

Moved by: Crabtree

Second by: Grove

Action: Prevailed by voice vote

SB 101 : provide a tax credit to limit the taxes due on property over the previous year.

Presented by: Senator Taffy Howard (Handouts 1, 2)

Opponents: Michael Houdyshell, Department of Revenue
Wendy Semmler, Department of Revenue
Nathan Sanderson, South Dakota Retailers Association, Pierre
Matthew M. Bogue, South Dakota Farm Bureau Federation, Huron
Heath Larson, Associated School Boards of South Dakota, Pierre
David Owen, South Dakota Chamber of Commerce & Industry, Pierre
Roy Lindsay, Self, Madison

THE CHAIR DEFERRED SB 101

MOTION: AMEND SB 141

141A

On page 1, line 8, of the Introduced bill, after "land" insert ", if the improvements result in an increase in the value of the structure of forty percent or less"

On page 1, line 12, of the Introduced bill, after "land" insert ", if the improvements result in an increase in the value of the structure of forty percent or less"

Moved by: Hulse
Second by: Crabtree
Action: Prevailed by voice vote

SB 141 : distinguish between new construction and improvements to existing structures for purposes of calculating increases in revenue payable from property taxes.

Presented by: Senator Taffy Howard

Opponents: Michael Houdyshell, Department of Revenue
Nathan Sanderson, South Dakota Retailers Association, Pierre
Matthew M. Bogue, South Dakota Farm Bureau Federation, Huron
Heath Larson, Associated School Boards of South Dakota, Pierre

THE CHAIR DEFERRED SB 141

SB 169 : require that taxing districts hold a public hearing when increasing property tax revenues relative to the previous year.

Presented by: Senator Amber Hulse

Proponents: Don Haggard, Americans For Prosperity, Ballston, VA
Opponents: Kody Ray Kyriss, South Dakota Association of Towns and Townships, Huron
Craig Matson, South Dakota Association of County Commissioners, Pierre
Wendy Semmler, Department of Revenue (Handout 3)
Nathan Sanderson, South Dakota Retailers Association, Pierre
David Owen, South Dakota Chamber of Commerce & Industry, Pierre
Matthew M. Bogue, South Dakota Farm Bureau Federation, Huron
Heath Larson, Associated School Boards of South Dakota, Pierre

THE CHAIR DEFERRED SB 169

MOTION: AMEND SB 207

207A

On page 1, line 5, of the Introduced bill, delete " The " and insert "Notwithstanding any other provision of law, the "

On page 1, line 16, of the Introduced bill, after "a " delete "A taxing district may increase the revenue payable from taxes on real property above the limitations provided by this section subdivisions (1) and (2) by the percentage increase of value resulting from any improvements or change in use of real property, annexation, minor boundary changes, and any adjustments in taxation of property separately classified and subject to statutory adjustments and reductions under chapters 10-4, 10-6, 10-6A, and 10-6B, except § 10-6-113, only if assessed the same as property of equal value."

On page 3, line 3, of the Introduced bill, after "a " delete "A school district may increase the revenue payable from taxes on real property above the limitations provided by this section subdivisions (1) or (2) by the percentage increase of value resulting from any improvements or change in use of real property, annexation, minor boundary changes, and any adjustments in taxation of real property separately classified and subject to statutory adjustments and reductions under chapters 10-4, 10-6, 10-6A, and 10-6B, except § 10-6-113, only if assessed the same as property of equal value."

On page 3, after line 28, of the Introduced bill, insert: "

Section 6. A school district may not issue any promissory note or bond pursuant to chapter 13-19, in 2026 or 2027."

Moved by: Crabtree

Second by: Hulse

Action: Prevailed by voice vote

SB 207 : freeze property tax revenues and assessments for two years.

Presented by: Senator Sue Peterson

Opponents: Wendy Semmler, Department of Revenue
Nathan Sanderson, South Dakota Retailers Association, Pierre
David Owen, South Dakota Chamber of Commerce & Industry, Pierre
Heath Larson, Associated School Boards of South Dakota, Pierre
Matthew M. Bogue, South Dakota Farm Bureau Federation, Huron

THE CHAIR DEFERRED SB 207**MOTION: ADJOURN**

Moved by: Crabtree

Second by: Blanc

Action: Prevailed by voice vote

Kaitlyn Baucom, Committee Secretary

/s/ STEVE KOLBECK
Steve Kolbeck, Chair