



SPONSOR:

BILL: _____

**HOMESTEAD PROVISION
HOME OWNERSHIP TAX CREDIT**

Introduce new legislation establishing a “Homestead Provision” to provide property tax relief. Taxpayers who reside in the same residence for 15 years or more would qualify for a 5% tax credit. Reasons for the credit are:

1. Longevity of home ownership without receiving updated amenities
2. Property value inconsistency
3. Disproportion of services provided (i.e. Police, fire schools, senior services, etc...)
4. Inequity in economic growth
5. Property owners choosing to continue to live in their homes to provide infill needs knowing updated amenities are not available to them should receive something in return – 5% credit proposed)

2012 Tax Collection for Residential Homes Owned 15 years and Greater

	2012 Property Tax Distributed by Agency	Estimated 58% Participation Rate	1st Year 5% Reduction in Residential Property Tax for Estimated 58% Participation **	1st Year Potential Impact if 100% Participation
STATE	\$4,680,380	\$2,714,620.50	\$135,731.03	\$234,019.01
COUNTY	27,937,753	16,203,896.67	810,194.83	1,396,887.64
ALBUQUERQUE	30,954,796	17,953,781.46	897,689.07	1,547,739.78
LOS RANCHOS	72,172	41,859.79	2,092.99	3,608.60
SCHOOL 24	222,742	129,190.55	6,459.53	11,137.12
SCHOOL APS	35,787,115	20,756,526.49	1,037,826.32	1,789,355.73
TIJERAS	3,399	\$1,971.36	98.57	169.94
CNM	11,437,647	6,633,835.09	331,691.75	571,882.34
UNMH	22,025,321	12,774,686.05	638,734.30	1,101,266.04
EDGE S/W	39,195	22,733.17	1,136.66	1,959.76
AMAFCA	2,786,660	1,616,262.86	80,813.14	139,333.01
MRGCD	2,438,837	1,414,525.68	70,726.28	121,941.87
TOTALS	\$138,386,016.66	\$80,263,889.66	\$4,013,194.48*	\$6,919,300.83**

*2.90% Impact

**5.00% Impact

Number of Residential Home Owners

73,748

42,774 HOH Exemption

**** After extensive research, it was determined 58% of home owners owning their home 15 years and greater had elected for the Head of Household exemption.**