

# D R A F T

## SUMMARY

Proposes amendment to Oregon Constitution providing that, for purposes of ad valorem property taxation, ratio of maximum assessed value to real market value of property may not be less than 0.75. Provides that if such ratio is less than 0.75, maximum assessed value of such property shall be increased so that ratio is equal to 0.75. Provides five-year ramp-up for new assessment policy.

Exempts from ad valorem property taxes lesser of first \$25,000 or first 25 percent of real market value of each homestead. Requires Legislative Assembly to enact laws for administration of exemption, including adjusting \$25,000 for inflation.

Refers proposed amendment to people for their approval or rejection at next regular general election held throughout this state.

## JOINT RESOLUTION

**Be It Resolved by the Legislative Assembly of the State of Oregon:**

**PARAGRAPH 1.** The Constitution of the State of Oregon is amended by creating new sections 11m, 11n and 11o to be added to and made a part of Article XI, and by amending section 11, Article XI, such sections to read:

**Sec. 11.** (1)(a) For the tax year beginning July 1, 1997, each unit of property in this state shall have a maximum assessed value for ad valorem property tax purposes that does not exceed the property's real market value for the tax year beginning July 1, 1995, reduced by 10 percent.

(b) For tax years beginning after July 1, 1997, the property's maximum assessed value shall not increase by more than three percent from the previous tax year.

(c) Notwithstanding paragraph (a) or (b) of this subsection, property shall be valued at the ratio of average maximum assessed value to average real

1 market value of property located in the area in which the property is located  
2 that is within the same property class, if on or after July 1, 1995:

- 3 (A) The property is new property or new improvements to property;
- 4 (B) The property is partitioned or subdivided;
- 5 (C) The property is rezoned and used consistently with the rezoning;
- 6 (D) The property is first taken into account as omitted property;
- 7 (E) The property becomes disqualified from exemption, partial exemption  
8 or special assessment; or

9 (F) A lot line adjustment is made with respect to the property, except that  
10 the total assessed value of all property affected by a lot line adjustment shall  
11 not exceed the total maximum assessed value of the affected property under  
12 paragraph (a) or (b) of this subsection.

13 (d) Property shall be valued under paragraph (c) of this subsection only  
14 for the first tax year in which the changes described in paragraph (c) of this  
15 subsection are taken into account following the effective date of this section.  
16 For each tax year thereafter, the limits described in paragraph (b) of this  
17 subsection apply.

18 (e) The Legislative Assembly shall enact laws that establish property  
19 classes and areas sufficient to make a determination under paragraph (c) of  
20 this subsection.

21 (f) Each property's assessed value shall not exceed the property's real  
22 market value.

23 (g) There shall not be a reappraisal of the real market value used in the  
24 tax year beginning July 1, 1995, for purposes of determining the property's  
25 maximum assessed value under paragraph (a) of this subsection.

26 **(h)(A) Notwithstanding paragraphs (b) to (d) of this subsection and**  
27 **subsection (2) of this section, for property tax years beginning on or**  
28 **after July 1, 2021, the ratio of the maximum assessed value of property**  
29 **to the real market value of the property, determined as of the assess-**  
30 **ment date provided by law for the property tax year, may not be less**  
31 **than 0.75. If such ratio is less than 0.75, the maximum assessed value**

1 **of the property shall be increased so that the ratio is equal to 0.75.**

2 **(B) Legislation enacted to implement the provisions of this para-**  
3 **graph is not subject to the prohibition under section 1a, Article IX of**  
4 **this Constitution, against declaring an emergency.**

5 (2) The maximum assessed value of property that is assessed under a  
6 partial exemption or special assessment law shall be determined by applying  
7 the percentage reduction of paragraph (a) and the limit of paragraph (b) of  
8 subsection (1) of this section, or if newly eligible for partial exemption or  
9 special assessment, using a ratio developed in a manner consistent with  
10 paragraph (c) of subsection (1) of this section to the property's partially ex-  
11 empt or specially assessed value in the manner provided by law. After dis-  
12 qualification from partial exemption or special assessment, any additional  
13 taxes authorized by law may be imposed, but in the aggregate may not exceed  
14 the amount that would have been imposed under this section had the prop-  
15 erty not been partially exempt or specially assessed for the years for which  
16 the additional taxes are being collected.

17 (3)(a)(A) The Legislative Assembly shall enact laws to reduce the amount  
18 of ad valorem property taxes imposed by local taxing districts in this state  
19 so that the total of all ad valorem property taxes imposed in this state for  
20 the tax year beginning July 1, 1997, is reduced by 17 percent from the total  
21 of all ad valorem property taxes that would have been imposed under re-  
22 pealed sections 11 and 11a of this Article (1995 Edition) and section 11b of  
23 this Article but not taking into account Ballot Measure 47 (1996), for the tax  
24 year beginning July 1, 1997.

25 (B) The ad valorem property taxes to be reduced under subparagraph (A)  
26 of this paragraph are those taxes that would have been imposed under re-  
27 pealed sections 11 or 11a of this Article (1995 Edition) or section 11b of this  
28 Article, as modified by subsection (11) of this section, other than taxes de-  
29 scribed in subsection (4), (5), (6) or (7) of this section, taxes imposed to pay  
30 bonded indebtedness described in section 11b of this Article, as modified by  
31 paragraph (d) of subsection (11) of this section, or taxes described in section

1 1c, Article IX of this Constitution.

2 (C) It shall be the policy of this state to distribute the reductions caused  
3 by this paragraph so as to reflect:

4 (i) The lesser of ad valorem property taxes imposed for the tax year be-  
5 ginning July 1, 1995, reduced by 10 percent, or ad valorem property taxes  
6 imposed for the tax year beginning July 1, 1994;

7 (ii) Growth in new value under subparagraph (A), (B), (C), (D) or (E) of  
8 paragraph (c) of subsection (1) of this section, as added to the assessment  
9 and tax rolls for the tax year beginning July 1, 1996, or July 1, 1997 (or, if  
10 applicable, for the tax year beginning July 1, 1995); and

11 (iii) Ad valorem property taxes authorized by voters to be imposed in tax  
12 years beginning on or after July 1, 1996, and imposed according to that au-  
13 thority for the tax year beginning July 1, 1997.

14 (D) It shall be the policy of this state and the local taxing districts of this  
15 state to prioritize public safety and public education in responding to the  
16 reductions caused by this paragraph while minimizing the loss of decision-  
17 making control of local taxing districts.

18 (E) If the total value for the tax year beginning July 1, 1997, of additions  
19 of value described in subparagraph (A), (B), (C), (D) or (E) of paragraph (c)  
20 of subsection (1) of this section that are added to the assessment and tax  
21 rolls for the tax year beginning July 1, 1996, or July 1, 1997, exceeds four  
22 percent of the total assessed value of property statewide for the tax year  
23 beginning July 1, 1997 (before taking into account the additions of value  
24 described in subparagraph (A), (B), (C), (D) or (E) of paragraph (c) of sub-  
25 section (1) of this section), then any ad valorem property taxes attributable  
26 to the excess above four percent shall reduce the dollar amount of the re-  
27 duction described in subparagraph (A) of this paragraph.

28 (b) For the tax year beginning July 1, 1997, the ad valorem property taxes  
29 that were reduced under paragraph (a) of this subsection shall be imposed  
30 on the assessed value of property in a local taxing district as provided by  
31 law, and the rate of the ad valorem property taxes imposed under this para-

1 graph shall be the local taxing district's permanent limit on the rate of ad  
2 valorem property taxes imposed by the district for tax years beginning after  
3 July 1, 1997, except as provided in subsection (5) of this section.

4 (c)(A) A local taxing district that has not previously imposed ad valorem  
5 property taxes and that seeks to impose ad valorem property taxes shall es-  
6 tablish a limit on the rate of ad valorem property tax to be imposed by the  
7 district. The rate limit established under this subparagraph shall be approved  
8 by a majority of voters voting on the question. The rate limit approved under  
9 this subparagraph shall serve as the district's permanent rate limit under  
10 paragraph (b) of this subsection.

11 (B) The voter participation requirements described in subsection (8) of  
12 this section apply to an election under this paragraph.

13 (d) If two or more local taxing districts seek to consolidate or merge, the  
14 limit on the rate of ad valorem property tax to be imposed by the consol-  
15 idated or merged district shall be the rate that would produce the same tax  
16 revenue as the local taxing districts would have cumulatively produced in  
17 the year of consolidation or merger, if the consolidation or merger had not  
18 occurred.

19 (e)(A) If a local taxing district divides, the limit on the rate of ad valorem  
20 property tax to be imposed by each local taxing district after division shall  
21 be the same as the local taxing district's rate limit under paragraph (b) of  
22 this subsection prior to division.

23 (B) Notwithstanding subparagraph (A) of this paragraph, the limit deter-  
24 mined under this paragraph shall not be greater than the rate that would  
25 have produced the same amount of ad valorem property tax revenue in the  
26 year of division, had the division not occurred.

27 (f) Rates of ad valorem property tax established under this subsection may  
28 be carried to a number of decimal places provided by law and rounded as  
29 provided by law.

30 (g) Urban renewal levies described in this subsection shall be imposed as  
31 provided in subsections (15) and (16) of this section and may not be imposed

1 under this subsection.

2 (h) Ad valorem property taxes described in this subsection shall be subject  
3 to the limitations described in section 11b of this Article, as modified by  
4 subsection (11) of this section.

5 (4)(a)(A) A local taxing district other than a school district may impose  
6 a local option ad valorem property tax that exceeds the limitations imposed  
7 under this section by submitting the question of the levy to voters in the  
8 local taxing district and obtaining the approval of a majority of the voters  
9 voting on the question.

10 (B) The Legislative Assembly may enact laws permitting a school district  
11 to impose a local option ad valorem property tax as otherwise provided under  
12 this subsection.

13 (b) A levy imposed pursuant to legislation enacted under this subsection  
14 may be imposed for no more than five years, except that a levy for a capital  
15 project may be imposed for no more than the lesser of the expected useful  
16 life of the capital project or 10 years.

17 (c) The voter participation requirements described in subsection (8) of this  
18 section apply to an election held under this subsection.

19 (5)(a) Any portion of a local taxing district levy shall not be subject to  
20 reduction and limitation under paragraphs (a) and (b) of subsection (3) of  
21 this section if that portion of the levy is used to repay:

22 (A) Principal and interest for any bond issued before December 5, 1996,  
23 and secured by a pledge or explicit commitment of ad valorem property taxes  
24 or a covenant to levy or collect ad valorem property taxes;

25 (B) Principal and interest for any other formal, written borrowing of  
26 moneys executed before December 5, 1996, for which ad valorem property tax  
27 revenues have been pledged or explicitly committed, or that are secured by  
28 a covenant to levy or collect ad valorem property taxes;

29 (C) Principal and interest for any bond issued to refund an obligation  
30 described in subparagraph (A) or (B) of this paragraph; or

31 (D) Local government pension and disability plan obligations that commit

1 ad valorem property taxes and to ad valorem property taxes imposed to fulfill  
2 those obligations.

3 (b)(A) A levy described in this subsection shall be imposed on assessed  
4 value as otherwise provided by law in an amount sufficient to repay the debt  
5 described in this subsection. Ad valorem property taxes may not be imposed  
6 under this subsection that repay the debt at an earlier date or on a different  
7 schedule than established in the agreement creating the debt.

8 (B) A levy described in this subsection shall be subject to the limitations  
9 imposed under section 11b of this Article, as modified by subsection (11) of  
10 this section.

11 (c)(A) As used in this subsection, “local government pension and disabil-  
12 ity plan obligations that commit ad valorem property taxes” is limited to  
13 contractual obligations for which the levy of ad valorem property taxes has  
14 been committed by a local government charter provision that was in effect  
15 on December 5, 1996, and, if in effect on December 5, 1996, as amended  
16 thereafter.

17 (B) The rates of ad valorem property taxes described in this paragraph  
18 may be adjusted so that the maximum allowable rate is capable of raising  
19 the revenue that the levy would have been authorized to raise if applied to  
20 property valued at real market value.

21 (C) Notwithstanding subparagraph (B) of this paragraph, ad valorem  
22 property taxes described in this paragraph shall be taken into account for  
23 purposes of the limitations in section 11b of this Article, as modified by  
24 subsection (11) of this section.

25 (D) If any proposed amendment to a charter described in subparagraph (A)  
26 of this paragraph permits the ad valorem property tax levy for local gov-  
27 ernment pension and disability plan obligations to be increased, the amend-  
28 ment must be approved by voters in an election. The voter participation  
29 requirements described in subsection (8) of this section apply to an election  
30 under this subparagraph. No amendment to any charter described in this  
31 paragraph may cause ad valorem property taxes to exceed the limitations of

1 section 11b of this Article, as amended by subsection (11) of this section.

2 (d) If the levy described in this subsection was a tax base or other per-  
3 manent continuing levy, other than a levy imposed for the purpose described  
4 in subparagraph (D) of paragraph (a) of this subsection, prior to the effective  
5 date of this section, for the tax year following the repayment of debt de-  
6 scribed in this subsection the local taxing district's rate of ad valorem  
7 property tax established under paragraph (b) of subsection (3) of this section  
8 shall be increased to the rate that would have been in effect had the levy  
9 not been excepted from the reduction described in subsection (3) of this sec-  
10 tion. No adjustment shall be made to the rate of ad valorem property tax of  
11 local taxing districts other than the district imposing a levy under this sub-  
12 section.

13 (e) If this subsection would apply to a levy described in paragraph (d) of  
14 this subsection, the local taxing district imposing the levy may elect out of  
15 the provisions of this subsection. The levy of a local taxing district making  
16 the election shall be included in the reduction and ad valorem property tax  
17 rate determination described in subsection (3) of this section.

18 (6)(a) The ad valorem property tax of a local taxing district, other than  
19 a city, county or school district, that is used to support a hospital facility  
20 shall not be subject to the reduction described in paragraph (a) of subsection  
21 (3) of this section. The entire ad valorem property tax imposed under this  
22 subsection for the tax year beginning July 1, 1997, shall be the local taxing  
23 district's permanent limit on the rate of ad valorem property taxes imposed  
24 by the district under paragraph (b) of subsection (3) of this section.

25 (b) Ad valorem property taxes described in this subsection shall be subject  
26 to the limitations imposed under section 11b of this Article, as modified by  
27 subsection (11) of this section.

28 (7) Notwithstanding any other existing or former provision of this Con-  
29 stitution, the following are validated, ratified, approved and confirmed:

30 (a) Any levy of ad valorem property taxes approved by a majority of vot-  
31 ers voting on the question in an election held before December 5, 1996, if the



1 election met the voter participation requirements described in subsection (8)  
2 of this section and the ad valorem property taxes were first imposed for the  
3 tax year beginning July 1, 1996, or July 1, 1997. A levy described in this  
4 paragraph shall not be subject to reduction under paragraph (a) of subsection  
5 (3) of this section but shall be taken into account in determining the local  
6 taxing district's permanent rate of ad valorem property tax under paragraph  
7 (b) of subsection (3) this section. This paragraph does not apply to levies  
8 described in subsection (5) of this section or to levies to pay bonded indebt-  
9 edness described in section 11b of this Article, as modified by subsection (11)  
10 of this section.

11 (b) Any serial or one-year levy to replace an existing serial or one-year  
12 levy approved by a majority of the voters voting on the question at an  
13 election held after December 4, 1996, and to be first imposed for the tax year  
14 beginning July 1, 1997, if the rate or the amount of the levy approved is not  
15 greater than the rate or the amount of the levy replaced.

16 (c) Any levy of ad valorem property taxes approved by a majority of vot-  
17 ers voting on the question in an election held on or after December 5, 1996,  
18 and before the effective date of this section if the election met the voter  
19 participation requirements described in subsection (8) of this section and the  
20 ad valorem property taxes were first imposed for the tax year beginning July  
21 1, 1997. A levy described in this paragraph shall be treated as a local option  
22 ad valorem property tax under subsection (4) of this section. This paragraph  
23 does not apply to levies described in subsection (5) of this section or to levies  
24 to pay bonded indebtedness described in section 11b of this Article, as mod-  
25 ified by subsection (11) of this section.

26 (8) An election described in subsection (3), (4), (5)(c)(D), (7)(a) or (c) or  
27 (11) of this section shall authorize the matter upon which the election is  
28 being held only if:

29 (a) At least 50 percent of registered voters eligible to vote in the election  
30 cast a ballot; or

31 (b) The election is a general election in an even-numbered year.

1 (9) The Legislative Assembly shall replace, from the state's General Fund,  
2 revenue lost by the public school system because of the limitations of this  
3 section. The amount of the replacement revenue shall not be less than the  
4 total replaced in fiscal year 1997-1998.

5 (10)(a) As used in this section:

6 (A) "Improvements" includes new construction, reconstruction, major ad-  
7 ditions, remodeling, renovation and rehabilitation, including installation, but  
8 does not include minor construction or ongoing maintenance and repair.

9 (B) "Ad valorem property tax" does not include taxes imposed to pay  
10 principal and interest on bonded indebtedness described in paragraph (d) of  
11 subsection (11) of this section.

12 (b) In calculating the addition to value for new property and improve-  
13 ments, the amount added shall be net of the value of retired property.

14 (11) For purposes of this section and for purposes of implementing the  
15 limits in section 11b of this Article in tax years beginning on or after July  
16 1, 1997:

17 (a)(A) The real market value of property shall be the amount in cash that  
18 could reasonably be expected to be paid by an informed buyer to an informed  
19 seller, each acting without compulsion in an arm's length transaction oc-  
20 ccurring as of the assessment date for the tax year, as established by law.

21 (B) The Legislative Assembly shall enact laws to adjust the real market  
22 value of property to reflect a substantial casualty loss of value after the as-  
23 sessment date.

24 (b) The \$5 (public school system) and \$10 (other government) limits on  
25 property taxes per \$1,000 of real market value described in subsection (1) of  
26 section 11b of this Article shall be determined on the basis of property taxes  
27 imposed in each geographic area taxed by the same local taxing districts.

28 (c)(A) All property taxes described in this section are subject to the limits  
29 described in paragraph (b) of this subsection, except for taxes described in  
30 paragraph (d) of this subsection.

31 (B) If property taxes exceed the limitations imposed under either category

1 of local taxing district under paragraph (b) of this subsection:

2 (i) Any local option ad valorem property taxes imposed under this sub-  
3 section shall be proportionally reduced by those local taxing districts within  
4 the category that is imposing local option ad valorem property taxes; and

5 (ii) After local option ad valorem property taxes have been eliminated,  
6 all other ad valorem property taxes shall be proportionally reduced by those  
7 taxing districts within the category, until the limits are no longer exceeded.

8 (C) The percentages used to make the proportional reductions under sub-  
9 paragraph (B) of this paragraph shall be calculated separately for each cat-  
10 egory.

11 (d) Bonded indebtedness, the taxes of which are not subject to limitation  
12 under this section or section 11b of this Article, consists of:

13 (A) Bonded indebtedness authorized by a provision of this Constitution;

14 (B) Bonded indebtedness issued on or before November 6, 1990; or

15 (C) Bonded indebtedness:

16 (i) Incurred for capital construction or capital improvements; and

17 (ii)(I) If issued after November 6, 1990, and approved prior to December  
18 5, 1996, the issuance of which has been approved by a majority of voters  
19 voting on the question; or

20 (II) If approved by voters after December 5, 1996, the issuance of which  
21 has been approved by a majority of voters voting on the question in an  
22 election that is in compliance with the voter participation requirements in  
23 subsection (8) of this section.

24 (12) Bonded indebtedness described in subsection (11) of this section in-  
25 cludes bonded indebtedness issued to refund bonded indebtedness described  
26 in subsection (11) of this section.

27 (13) As used in subsection (11) of this section, with respect to bonded  
28 indebtedness issued on or after December 5, 1996, "capital construction" and  
29 "capital improvements":

30 (a) Include public safety and law enforcement vehicles with a projected  
31 useful life of five years or more; and

1 (b) Do not include:

2 (A) Maintenance and repairs, the need for which could reasonably be  
3 anticipated.

4 (B) Supplies and equipment that are not intrinsic to the structure.

5 (14) Ad valorem property taxes imposed to pay principal and interest on  
6 bonded indebtedness described in section 11b of this Article, as modified by  
7 subsection (11) of this section, shall be imposed on the assessed value of the  
8 property determined under this section or, in the case of specially assessed  
9 property, as otherwise provided by law or as limited by this section, which-  
10 ever is applicable.

11 (15) If ad valorem property taxes are divided as provided in section 1c,  
12 Article IX of this Constitution, in order to fund a redevelopment or urban  
13 renewal project, then notwithstanding subsection (1) of this section, the ad  
14 valorem property taxes levied against the increase shall be used exclusively  
15 to pay any indebtedness incurred for the redevelopment or urban renewal  
16 project.

17 (16) The Legislative Assembly shall enact laws that allow collection of  
18 ad valorem property taxes sufficient to pay, when due, indebtedness incurred  
19 to carry out urban renewal plans existing on December 5, 1996. These col-  
20 lections shall cease when the indebtedness is paid. Unless excepted from  
21 limitation under section 11b of this Article, as modified by subsection (11)  
22 of this section, nothing in this subsection shall be construed to remove ad  
23 valorem property taxes levied against the increase from the dollar limits in  
24 paragraph (b) of subsection (11) of this section.

25 (17)(a) If, in an election on November 5, 1996, voters approved a new tax  
26 base for a local taxing district under repealed section 11 of this Article (1995  
27 Edition) that was not to go into effect until the tax year beginning July 1,  
28 1998, the local taxing district's permanent rate limit under subsection (3) of  
29 this section shall be recalculated for the tax year beginning on July 1, 1998,  
30 to reflect:

31 (A) Ad valorem property taxes that would have been imposed had repealed

1 section 11 of this Article (1995 Edition) remained in effect; and

2 (B) Any other permanent continuing levies that would have been imposed  
3 under repealed section 11 of this Article (1995 Edition), as reduced by sub-  
4 section (3) of this section.

5 (b) The rate limit determined under this subsection shall be the local  
6 taxing district's permanent rate limit for tax years beginning on or after July  
7 1, 1999.

8 (18) Section 32, Article I, and section 1, Article IX of this Constitution,  
9 shall not apply to this section.

10 (19)(a) The Legislative Assembly shall by statute limit the ability of local  
11 taxing districts to impose new or additional fees, taxes, assessments or other  
12 charges for the purpose of using the proceeds as alternative sources of  
13 funding to make up for ad valorem property tax revenue reductions caused  
14 by the initial implementation of this section, unless the new or additional  
15 fee, tax, assessment or other charge is approved by voters.

16 (b) This subsection shall not apply to new or additional fees, taxes, as-  
17 sessments or other charges for a government product or service that a per-  
18 son:

19 (A) May legally obtain from a source other than government; and

20 (B) Is reasonably able to obtain from a source other than government.

21 (c) As used in this subsection, "new or additional fees, taxes, assessments  
22 or other charges" does not include moneys received by a local taxing district  
23 as:

24 (A) Rent or lease payments;

25 (B) Interest, dividends, royalties or other investment earnings;

26 (C) Fines, penalties and unitary assessments;

27 (D) Amounts charged to and paid by another unit of government for pro-  
28 ducts, services or property; or

29 (E) Payments derived from a contract entered into by the local taxing  
30 district as a proprietary function of the local taxing district.

31 (d) This subsection does not apply to a local taxing district that derived

1 less than 10 percent of the local taxing district's operating revenues from  
2 ad valorem property taxes, other than ad valorem property taxes imposed to  
3 pay bonded indebtedness, during the fiscal year ending June 30, 1996.

4 (e) An election under this subsection need not comply with the voter  
5 participation requirements described in subsection (8) of this section.

6 (20) If any provision of this section is determined to be unconstitutional  
7 or otherwise invalid, the remaining provisions shall continue in full force  
8 and effect.

9 **SECTION 11m. (1) Notwithstanding section 11 of this Article, there**  
10 **shall be exempt from ad valorem property taxes the first \$25,000 of the**  
11 **real market value of each homestead as defined by law, or the first 25**  
12 **percent of the real market value of the homestead, whichever is less.**

13 **(2) The Legislative Assembly shall provide by law for the adminis-**  
14 **tration of this section, including a method of adjusting the \$25,000 re-**  
15 **ferred to in subsection (1) of this section for inflation.**

16 **(3) Legislation enacted pursuant to this section is not subject to the**  
17 **prohibition under section 1a, Article IX of this Constitution, against**  
18 **declaring an emergency.**

19 **SECTION 11n. (1) Notwithstanding paragraph (h) of subsection (1)**  
20 **of section 11 of this Article:**

21 **(a) For the property tax year beginning on July 1, 2021, if the ratio**  
22 **of the maximum assessed value of property to the real market value**  
23 **of the property is less than or equal to 0.75, the maximum assessed**  
24 **value of the property shall be increased so that the difference between**  
25 **the ratio as determined for the property and 0.75 is reduced by 20**  
26 **percent.**

27 **(b) For the property tax year beginning on July 1, 2022, if the ratio**  
28 **of the maximum assessed value of property to the real market value**  
29 **of the property is less than or equal to 0.75, the maximum assessed**  
30 **value of the property shall be increased so that the difference between**  
31 **the ratio as determined for the property and 0.75 is reduced by 40**

1 **percent.**

2 **(c) For the property tax year beginning on July 1, 2023, if the ratio**  
3 **of the maximum assessed value of property to the real market value**  
4 **of the property is less than or equal to 0.75, the maximum assessed**  
5 **value of the property shall be increased so that the difference between**  
6 **the ratio as determined for the property and 0.75 is reduced by 60**  
7 **percent.**

8 **(d) For the property tax year beginning on July 1, 2024, if the ratio**  
9 **of the maximum assessed value of property to the real market value**  
10 **of the property is less than or equal to 0.75, the maximum assessed**  
11 **value of the property shall be increased so that the difference between**  
12 **the ratio as determined for the property and 0.75 is reduced by 80**  
13 **percent.**

14 **(e) For property tax years beginning on or after July 1, 2025, prop-**  
15 **erty shall be assessed as provided under paragraph (h) of subsection**  
16 **(1) of section 11 of this Article.**

17 **(2) This section is repealed on January 2, 2027.**

18 **SECTION 11o. (1) Section 11m of this Article applies to property tax**  
19 **years beginning on or after July 1, 2021.**

20 **(2) This section is repealed on January 2, 2023.**

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22 **PARAGRAPH 2. The amendment proposed by this resolution shall**  
23 **be submitted to the people for their approval or rejection at the next**  
24 **regular general election held throughout this state.**

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