
DIGEST

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HB 143 Engrossed

2021 Regular Session

Willard

Abstract: In Orleans Parish only, limits increases in the assessed value of residential immovable property to no more than 10% of the property's assessed value in the previous year.

Present constitution requires property subject to ad valorem taxes to be listed on the assessment roles at its assessed value which is a percentage of its fair market value. Requires all property subject to taxation to be reappraised and valued at intervals of not more than four years.

Present constitution authorizes a four-year phase-in of increases in the assessed value of residential property subject to the homestead exemption if the assessed value of immovable property increases by an amount which is greater than 50% of the property's value in the previous year.

Proposed constitutional amendment retains present constitution but limits, in Orleans Parish only, the amount of the increase in the assessed value of residential immovable property subject to the homestead exemption to no more than 10% of the property's assessed value in the previous year. Further provides that the decrease in the total amount of ad valorem tax collected in Orleans Parish as a result of this limitation on the assessed valuation shall be absorbed by the taxing authority and shall not create any additional tax liability for other taxpayers in the taxing district as a result of any subsequent reappraisal and valuation or millage adjustment.

Proposed constitutional amendment prohibits implementation of the cap on the amount of the increase in assessed valuation of residential immovable property from triggering or causing a reappraisal of property or an adjustment of millages pursuant to the provisions of present constitution.

Proposed constitutional amendment shall not apply to the transfer or conveyance of ownership of the property. Following a transfer or conveyance, the collector shall calculate ad valorem taxes based on the property's full assessed value. Further provides that the provisions of proposed constitutional amendment shall not apply to the extent the increase is attributable to construction on or improvements to the property.

Effective Jan. 1, 2023, and applicable to tax years beginning on or after Jan. 1, 2023.

Provides for submission of the proposed amendment to the voters at the statewide election to be held Nov. 8, 2022.

(Amends Const. Art. VII, §18(F)(2)(a)(intro. para.); Adds Const. Art. VII, §18(F)(3))

