

SENATE BILL 254

By Crowe

AN ACT to amend Tennessee Code Annotated, Title 67,
Chapter 5, relative to veteran tax relief.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 67-5-704(a), is amended by adding the following language as a new subdivision (2):

(2)

(A) This subdivision (a)(2) shall apply only to taxpayers who received a reimbursement pursuant to this section for tax year 2014 or any tax year prior and who reapply to receive a reimbursement for tax year 2017 and in subsequent tax years without interruption.

(B) Such reimbursement shall be paid on the first one hundred seventy-five thousand dollars (\$175,000) of the full market value of such property.

(C) In determining the amount of relief to a taxpayer, the effective assessed value on the first one hundred seventy-five thousand dollars (\$175,000) of full market value shall be multiplied by a tax rate that has been adjusted to reflect the relationship between appraised value and market value in that jurisdiction, as determined by the state board of equalization.

(D) The effective assessed value shall be determined by multiplying the full market value of the property up to one hundred seventy-five thousand dollars (\$175,000) by twenty-five percent (25%).

SECTION 2. Tennessee Code Annotated, Section 67-5-704(a), is further amended by deleting subdivisions (3) through (6) and substituting instead the following:

(3) Except as provided in subdivision (a)(2):

(A) Such reimbursement shall be paid on the first one hundred thousand dollars (\$100,000) of the full market value of such property;

(B) In determining the amount of relief to a taxpayer, the effective assessed value on the first one hundred thousand dollars (\$100,000) of full market value shall be multiplied by a tax rate that has been adjusted to reflect the relationship between appraised value and market value in that jurisdiction, as determined by the state board of equalization; and

(C) The effective assessed value shall be determined by multiplying the full market value of the property up to one hundred thousand dollars (\$100,000) by twenty-five percent (25%).

(4) The full market value of the property shall be determined by adjusting the appraised value of the property as shown on the records of the assessor of property by a factor that reflects the relationship between appraised value and market value in that jurisdiction, as determined by the state board of equalization.

SECTION 3. This act shall take effect upon becoming a law, the public welfare requiring it.