

## HOUSE BILL NO. HB0100

Acquisition value study.

Sponsored by: Representative(s) Jennings, Allemand, Andrew, Angelos, Davis, Heiner, Knapp, Locke, Niemiec, Pendergraft, Penn, Slagle, Strock and Styvar and Senator(s) Hutchings

A BILL

for

1 AN ACT relating to property tax; requiring a study on the  
2 changes necessary to convert the property tax system to a  
3 system based on the acquisition value of the property;  
4 requiring a report; requiring the joint revenue interim  
5 committee to review the report; providing an appropriation;  
6 and providing for an effective date.

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8 *Be It Enacted by the Legislature of the State of Wyoming:*

9

10 **Section 1.**

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12 (a) The department of revenue shall contract with an  
13 outside consultant to conduct a study on the statutory,  
14 regulatory and procedural changes necessary to convert

1 Wyoming's residential property tax system to a system based  
2 on the acquisition value of the property. The consultant  
3 shall consult with interested stakeholders on the study  
4 required by this section. When considering each question,  
5 the study under this section shall review other states that  
6 have implemented a property tax system based on the  
7 acquisition value of the property. The study shall include  
8 at least three (3) options for implementing a property tax  
9 system in Wyoming based on the acquisition value of the  
10 property. For each of the options the following factors are  
11 recommended to be considered:

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13 (i) A review of the revenue impacts of changing  
14 to acquisition value including how those revenue impacts  
15 may vary across the state;

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17 (ii) How to implement a property tax system  
18 based on acquisition value into the property tax calendar  
19 and a determination of what assessment date would apply to  
20 the property;

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22 (iii) What type of residential property would be  
23 subject to valuation using acquisition value;

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2 (iv) How the inflationary factor would be  
3 implemented and applied including recommendations for the  
4 inflationary rate and whether there would be any deflation  
5 of values in a period when prices are in decline;

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7 (v) What types of sales would be considered or  
8 excluded in determining acquisition value and how to  
9 address erroneous sales or other types of sales or  
10 transfers that are excluded from determining acquisition  
11 value;

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13 (vi) How to determine the acquisition value of  
14 residences located on agricultural property;

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16 (vii) How changes to property would be handled,  
17 including new construction and renovation;

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19 (viii) How acquisition value would interact with  
20 department of revenue and state board of equalization  
21 statistical analysis.

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1           (b) The department shall report the results of the  
2 study to the joint revenue interim committee not later than  
3 September 1, 2023.

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5           (c) The joint revenue interim committee shall review  
6 the study required under this section and may prepare for  
7 the 2024 budget session of the legislature any legislation  
8 it deems advisable related to the transition of Wyoming's  
9 property tax system to a system based on the acquisition  
10 value of property.

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12           (d) As used in this section, "acquisition value"  
13 means the purchase price paid for the acquisition of  
14 property.

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16           **Section 2.** There is appropriated fifty thousand  
17 dollars (\$50,000.00) from the general fund to the  
18 department of revenue for the purpose of hiring a  
19 consultant to conduct the study required under section 1 of  
20 this act. This appropriation shall be for the period  
21 beginning with the effective date of this act and ending  
22 June 30, 2024. This appropriation shall not be transferred  
23 or expended for any other purpose and any unexpended,

1 unobligated funds remaining from this appropriation shall  
2 revert as provided by law on June 30, 2024. It is the  
3 intent of the legislature that this appropriation not be  
4 included in the department's standard budget for the  
5 immediately succeeding fiscal biennium.

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7       **Section 3.** This act is effective immediately upon  
8 completion of all acts necessary for a bill to become law  
9 as provided by Article 4, Section 8 of the Wyoming  
10 Constitution.

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12

(END)