

Office of the County Auditor
Auditor's Analysis

Amendment No. 3
Council Bill No. 52-2022

Amendment Proposed by: Christiana Rigby

Introduced: October 3, 2022

Auditor: Owen Clark

Fiscal Impact:

The fiscal impact of this amendment would be a reduction of \$2.1 million to our Office's estimated fiscal impact and total estimate of Aging-in-Place Tax Credits during the five-year period from Tax Year 2023 to TY 2027.

See the below table for the five-year trend of how this amendment would impact our fiscal analysis:

| Amended Fiscal Impact (in Millions) | TY 2023 | TY 2024 | TY 2024 | TY 2026 | TY 2027 | 5-Year Total |
|--|-----------------|-----------------|-----------------|-----------------|-----------------|-------------------------|
| CB52 Foregone Revenue | \$ 1.5 | \$ 1.6 | \$ 1.9 | \$ 2.1 | \$ 2.7 | \$ 9.8 |
| Amended Foregone Rev. | \$ 1.3 | \$ 1.3 | \$ 1.5 | \$ 1.6 | \$ 2.0 | \$ 7.7 |
| Amendment 3 Impact | \$ (0.2) | \$ (0.3) | \$ (0.4) | \$ (0.5) | \$ (0.7) | \$ (2.1) |

Purpose:

The purpose of this amendment is to establish an eligibility requirement that dwellings must have a maximum assessed value of \$650,000 when they first apply in order to participate in the tax credit.

NOTE: This would not change CB52-2022's other proposed changes to (1) increase the maximum amount of assessed value that can be used to determine the eligible tax credit from \$500,000 to \$650,000 or (2) remove the five-year limit on the duration a homeowner may receive the tax credit.

Other Comments:

Our Office estimates that this amendment will impact 590 properties between Tax Years 2023 and 2027 that will have an assessed value of over \$650,000 at the time the property owners would apply for the tax credit. These numbers do not include any property owners currently receiving the tax credit.