

## **HF3244 School Levies Tax Relief and Reform Bill**

1. Significantly lowers property taxes and makes future school levies more affordable in lower-property wealth school districts by increasing equalization. The impacted school levies are the voter-approved referendum, the board-approved location optional revenue (LOR), and debt-service (for building bonds).
  2. Prevents the erosion of the property tax relief by indexing the formulas to inflation.
  3. Equalizes the entire referendum and LOR as the multi-tiers were collapsed into one.
  4. Increases the cap on LOR by \$101, raising it from \$724 to \$825 per pupil for the next school year, and then increases the LOR revenue by the same percentage as increases to the basic formula.
  5. Increases long-term facility maintenance (LTFM) by \$120 to \$500 per student next year and then links the funding to inflation after that. LTFM equalization is already highly equalized and linked to inflation.
  6. Allows joint powers to be eligible for LTFM.
  7. Allows consolidated school districts to qualify for enhanced debt service (formerly known as natural disaster debt service.)
  8. Allows cooperatives and joint powers to qualify for leased levies.
- [Bill language](#)
  - [Bill status](#)