

FISCAL NOTE

SB 2740 - HB 2594

February 11, 1998

SUMMARY OF BILL: Establishes the income limit for tax year 1999 (FY99-00) at \$11,500 for elderly taxpayers to be eligible for the Property Tax Relief Program. The limit under current law would be \$11,360 in 1999 after cost of living adjustments were made.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - \$144,800 FY99-00 and thereafter

Assumes administrative expense increase of \$4,200.

Also assumes \$140,600 in increased relief paid, based on the following:

- Maximum potential increase in claims is 1,928.
- Average payment per claim is \$97.00.
- Approximately 75% of those eligible for such relief will actually apply and receive the payments.
- The maximum potential increase in relief would be approximately \$187,300.
- The administrative expense for the program would be higher if the maximum potential relief were paid.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director