Regular Session, 2010

HOUSE BILL NO. 325

BY REPRESENTATIVE STIAES

TAX/AD VALOREM-EXEMPTION: (Constitutional Amendment) Authorizes an extension of the homestead exemption and special assessment level for property damaged or destroyed by a disaster under certain circumstances

1	A JOINT RESOLUTION
2	Proposing to amend Article VII, Sections 18(G)(5) and 20(A)(10) of the Constitution of
3	Louisiana, relative to ad valorem taxes on a homestead which has been destroyed or
4	is uninhabitable due to a disaster; to authorize an extension of the homestead
5	exemption and special assessment level for such homesteads under certain
6	circumstances; to provide for the claiming of the extension of the homestead
7	exemption and the special assessment level; to provide for certain limitations and
8	requirements; to provide for submission of the proposed amendment to the electors;
9	and to provide for related matters.
10	Section 1. Be it resolved by the Legislature of Louisiana, two-thirds of the members
11	elected to each house concurring, that there shall be submitted to the electors of the state of
12	Louisiana, for their approval or rejection in the manner provided by law, a proposal to
13	amend Article VII, Sections 18(G)(5) and 20(A)(10) of the Constitution of Louisiana, to read
14	as follows:
15	§18. Ad Valorem Taxes
16	Section 18.(A)
17	* * *
18	(G) Special Assessment Level.
19	* * *

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CODING: Words in struck through type are deletions from existing law; words <u>underscored</u> are additions.

1	(5)(a) Any owner entitled to the special assessment level set forth in this
2	Paragraph who is unable to occupy the homestead on or before December thirty-first
3	of a future calendar year due to damage or destruction of the homestead caused by
4	a disaster or emergency declared by the governor shall be entitled to keep the special
5	assessment level of the homestead prior to its damage or destruction on the repaired
6	or rebuilt homestead provided the repaired or rebuilt homestead is reoccupied by the
7	owner within five years from December thirty-first of the year following the disaster.
8	The assessed value of the land and buildings on which the homestead was located
9	prior to its damage shall not be increased above its assessed value immediately prior
10	to the damage or destruction described in this Subparagraph. If the property owner
11	receives a homestead exemption on another homestead during the same five-year
12	period, the damaged or destroyed property shall not be entitled to keep the special
13	assessment level, and the land and buildings shall be assessed in that year at the
14	percentage of fair market value set forth in this constitution. In addition, the owner
15	must also maintain the homestead exemption set forth in Article VII, Section
16	20(A)(10) to qualify for the special assessment level in this Subparagraph.
17	(b) Any owner entitled to the special assessment level set forth in
18	Subsubparagraph (a) of this Subparagraph who is unable to reoccupy their
19	homestead within five years from December thirty-first of the year following the
20	disaster shall be eligible for an extension of the special assessment level on the
21	homestead for a period not to exceed two years. A homeowner shall only be eligible
22	for this extension if the homeowner's damage claim is filed and pending in a formal
23	appeal process with any federal, state, or local government agency or program
24	offering grants or assistance for repairing or rebuilding damaged or destroyed homes
25	as a result of the disaster. The homeowner shall apply for this extension of the
26	special assessment level directly with the assessor of the parish in which the
27	homestead is located. The assessor shall require the homeowner to provide official

documentation from the government agency or program evidencing the homeowner's 29 participation in the formal appeal process as provided by law.

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1	(c) After expiration of the extension authorized in Subsubparagraph (b) of
2	this Subparagraph, an assessor shall have the authority to grant up to three additional
3	one-year extensions of the special assessment level. A homeowner shall be eligible
4	for an additional extension under circumstances prescribed by law. The assessor
5	shall have the authority to grant an additional extension on a case-by-case basis.
6	* * *
7	§20. Homestead Exemption
8	Section 20.(A) Homeowners.
9	* * *
10	(10)(a) Any homestead receiving the homestead exemption that is damaged
11	or destroyed during a disaster or emergency declared by the governor whose owner
12	is unable to occupy the homestead on or before December thirty-first of a calendar
13	year due to such damage or destruction shall be entitled to claim and keep the
14	exemption by filing an annual affidavit of intent to return and reoccupy the
15	homestead within five years from December thirty-first of the year following the
16	disaster with the assessor within the parish or district where such homestead is
17	situated prior to December thirty-first of the year in which the exemption is claimed.
18	In no event shall more than one homestead exemption extend or apply to any person
19	in this state.
20	(b) For homesteads qualifying for the homestead exemption under the
21	provisions of Subsubparagraph (a) of this Subparagraph, after expiration of the five-
22	year period, the owner of a homestead shall be entitled to claim and keep the
23	exemption for a period not to exceed two additional years by filing an annual
24	affidavit of intent to return and reoccupy the homestead with the assessor within the
25	parish or district where such homestead is situated prior to December thirty-first of
26	the year in which the exemption is claimed. A homeowner shall only be eligible for
27	this extension if the homeowner's damage claim to repair or rebuild the damaged or
28	destroyed homestead is filed and pending in a formal appeal process with any
29	federal, state, or local government agency or program offering grants or assistance

1	for repairing or rebuilding damaged or destroyed homes as a result of the disaster.
2	The assessor shall require the homeowner to provide official documentation from the
3	government agency or program evidencing the homeowner's participation in the
4	formal appeal process as provided by law.
5	(c) After expiration of the extension authorized in Subsubparagraph (b) of
6	this Subparagraph, an assessor shall have the authority to grant up to three additional
7	one-year extensions of the homestead exemption. A homeowner shall only be
8	eligible for an additional extension under circumstances prescribed by law. The
9	assessor shall have the authority to grant this additional extension on a case-by-case
10	basis.
11	* * *
12	Section 2. Be it further resolved that this proposed amendment shall be submitted
13	to the electors of the state of Louisiana at the statewide election to be held on November 2,
14	2010.
15	Section 3. Be it further resolved that on the official ballot to be used at said election
16	there shall be printed a proposition, upon which the electors of the state shall be permitted
17	to vote FOR or AGAINST, to amend the Constitution of Louisiana, which proposition shall
18	read as follows:
19	To authorize continuation of the homestead exemption and the special
20	assessment level for a homestead that has been destroyed or is uninhabitable
21	due to a disaster for two years if the homeowner's claim for damages is
22	pending in a formal appeal process with a governmental agency or program
23	offering assistance for repairing or rebuilding homes damaged by the
24	disaster; to authorize an assessor to grant up to three additional one-year
25	extensions of the continuation of the homestead exemption and the special
26	assessment level under circumstances prescribed by law. (Amends Article
27	VII, Sections 18(G)(5) and 20(A)(10))

DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

Stiaes

HB No. 325

Abstract: Authorizes an additional two-year extension of the homestead exemption and the special assessment level for uninhabitable property damaged or destroyed by a disaster if the homeowner's damage claim is pending in a formal appeal process with a governmental program or agency.

<u>Present constitution</u> provides that any homestead receiving the homestead exemption that is damaged or destroyed during a disaster or emergency whose owner is unable to occupy the homestead on or before Dec. 31 of a calendar year due to such damage or destruction shall be entitled to claim and keep the exemption by filing with the assessor an annual affidavit of the taxpayer's intent to return and reoccupy the homestead within five years from Dec. 31 of the year following the disaster.

<u>Proposed constitutional amendment</u> retains <u>present constitution</u> but adds that any owner of a homestead qualifying for the five-year extension of the homestead exemption shall be entitled to claim and keep the exemption for up to two additional years by filing an annual affidavit of intent to return and reoccupy the homestead with the assessor.

<u>Present constitution</u> provides that any person entitled to the special assessment level who is unable to occupy the homestead on or before Dec. 31 of a calendar year due to damage or destruction of the homestead caused by a disaster or emergency shall be entitled to keep the special assessment level on the repaired or rebuilt homestead provided the homestead is reoccupied by the owner within five years from Dec. 31 of the year following the disaster.

<u>Proposed constitutional amendment</u> retains <u>present constitution</u> but adds that any owner qualifying for the five-year extension of the special assessment level who is unable to reoccupy the damaged or destroyed homestead within five years, shall be eligible for an additional extension of the special assessment level on the damaged or destroyed homestead for up to two additional years.

<u>Proposed constitutional amendment</u> provides that a homeowner shall only be eligible for this extension of the homestead exemption and the special assessment level if the homeowner's damage claim is filed and pending in a formal appeal process with any federal, state, or local government agency or program offering grants or assistance for repairing or rebuilding damaged or destroyed homes as a result of the disaster.

<u>Proposed constitutional amendment</u> provides that in addition to the two-year extension of the homestead exemption and the special assessment level contained in <u>proposed</u> <u>constitutional amendment</u>, an assessor is authorized to grant up to three additional one-year extensions of the special assessment level and the homestead exemption on a case-by-case basis. A homeowner shall only be eligible for such additional extension under circumstances prescribed by law.

Provides for submission of the proposed amendment to the voters at the statewide election to be held Nov. 2, 2010.

(Amends Const. Art. VII, §§ 18(G)(5) and 20(A)(10))