

Subject PILT payments and appraisal method

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Overview

Increases payments in lieu of taxes (PILT) payment amounts from \$2 per acre to \$3 per acre for other natural resources land that is administered by the county and by the Department of Natural Resources (DNR). The bill creates additional PILT payment amounts for counties with high proportions of PILT eligible lands. The bill also prevents the appraised value of acquired natural resources land from decreasing, indexes to inflation certain PILT payments, and requires the commissioner of revenue to produce a report on the appraisal of acquired natural resources lands.

Effective date: These sections are effective beginning with payments made in 2024.

Summary

Section	Description
1	<p>Types of land; payments.</p> <p>Increases from \$2 per acre to \$3 per acre PILT payments for county-administered and DNR-administered other natural resources land. This section also creates two additional PILT payment amounts for counties with a high proportion of acreage that qualifies for PILT. For counties where PILT eligible acreage is equal to or greater than 25 percent of the county's total acreage, payments are increased by \$0.18 per acre of PILT eligible land. For counties where PILT eligible acreage is between ten and 25 percent of the county's total acreage, payments are increased by \$0.08 per acre of PILT eligible land.</p>
2	<p>Determination of appraised value.</p> <p>Prevents the appraised value of acquired natural resources land from decreasing from one appraisal to the next.</p>

Section	Description
3	Adjustment. Indexes to inflation PILT payment amounts for all natural resources lands.
4	Study of state-owned lakeshore Requires the commissioner of revenue, in consultation with the DNR and counties, to produce a report on valuation methods used to value acreage and shoreline areas within other natural resources land. A copy of the report must be provided to the taxes committees by January 31, 2024.



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