

EXECUTIVE AGENCY
FISCAL NOTE

AGENCY'S ESTIMATES

Date Prepared: February 12, 2025

Agency Submitting: Department of Motor Vehicles, Research and Project Management

Items of Revenue or Expense, or Both	Fiscal Year 2024-25	Fiscal Year 2025-26	Fiscal Year 2026-27	Effect on Future Biennia
Total	0	0	0	0

Explanation

(Use Additional Sheets of Attachments, if required)

Assembly Bill 135 (BDR 32-236) would revise the existing property tax exemption available to veterans and their spouses under certain circumstances. In particular, sections 4 of the bill would allow that a person who is a resident of the state and is the surviving spouse of such a veteran is entitled to the veteran's exemption from Governmental Services Tax (GST), and also not be entitled to an additional exemption from GST under the existing laws for surviving spouses. Section 5 of the bill would allow the authorization of a person who is a veteran and also surviving spouse of a veteran with a permanent service-connected disability to claim both exemptions but also provides that a person who is a surviving spouse of a veteran with a disability but does not qualify as a veteran, is not entitled to an additional exemption. This bill becomes effective on October 1, 2025.

The Department has reviewed this bill and concluded that the impact cannot be accurately determined at this time. While there would not be an impact procedurally to DMV from the proposed changes, the potential fiscal impact cannot be projected due to having insufficient information on married couples that are both veterans or have a surviving spouse that would make use of the exemptions.

Name Bethany Musselman
Title ASD Administrator

GOVERNOR'S OFFICE OF FINANCE COMMENTS

The agency's response appears reasonable.

Date Thursday, February 06, 2025

Name Tiffany Greenameyer
Title Director - Governor's Finance Office