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OHIO LEGISLATIVE SERVICE COMMISSION

Office of Research
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Legislative Budget
Office

H.B. 402
135th General Assembly

Bill Analysis

Version: As Introduced

Primary Sponsor: Rep. Schmidt

Zachary P. Bowerman, Attorney

SUMMARY

- Authorizes a property tax reduction in 2023 for properties with increased tax liability relative to 2022.
- Requires the Tax Commissioner to reimburse taxing authorities from the GRF for the resulting lost revenue.

DETAILED ANALYSIS

Temporary property tax reduction

The bill authorizes a reduction in real property and manufactured home taxes on any property owned continuously by the same owner from January 1, 2022 to December 31, 2023. For real property, the reduction equals the amount by which tax liability in tax year 2023 exceeded tax liability in tax year 2022. For manufactured homes, the reduction equals the amount by which manufactured home tax liability in 2024 exceeded the tax liability in 2023. The difference in application is accounted for by the fact that manufactured home tax is payable on a current-year basis, whereas property tax is payable in arrears. For owners that have paid the taxes due in 2024, the amount by which those taxes should have been reduced under the bill will be deducted from future tax payments. No application is required to receive the reduction.

Not more than 15 days after the bill's 90-day effective date, each county auditor must certify the amount of the reduction on each property and manufactured home to the county treasurer. The treasurer must then certify the total amount of reductions to the Tax Commissioner who is required to reimburse that amount to each county from the GRF. Those

payments will ultimately be paid to taxing authorities to hold them harmless for the loss of revenue caused by the bill's reduction.¹

HISTORY

Action	Date
Introduced	02-07-24

ANHB0402IN-135/sb

¹ Section 1.