



FISCAL NOTE

House Bill 543

Committee: Finance and Taxation General Fund Sponsor: Representative Chip Brown

Analyst: Riley Aaron

Date: 05/01/2025

House Bill 543 as passed the House of Representatives would decrease state ad valorem tax receipts by the estimated annual amounts listed below beginning in fiscal year 2026 by increasing the threshold amount of the market value of tangible personal property exempt from state levied ad valorem tax from \$40,000, currently, to \$100,000 under this bill, beginning October 1, 2025.

State Ad Valorem Tax	Source
	Public School Funds: \$1.65M
	State General Fund: \$1.38M
	Human Resources Fund: \$550K
	Total: \$3.58M

In addition, this bill would also decrease local ad valorem tax receipts by an undetermined amount dependent on the adoption of the same exemption from local ad valorem taxes by a county or municipality, the assessed value of the applicable property, and the respective millage rates.