

To: Property Tax Working Group

From: Amanda Campbell, Legislative Advocate

RE: Other State Tax Procedures

Date: January 14, 2025

At the initial working group meeting on December 17, 2024, staff were directed to investigate methods of taxation in states using a classification system. What follows is a basic summary of what was found.

State	Classifications
Massachusetts	Residential, Open Space, Commercial, Industrial (different rates by municipal opt-in) <a href="https://www.youtube.com/watch?v=MZjOTu7Ed1A&amp;list=PLWDTtSs7wOlmlwGWgniWQmKA-wVtJRhlq">https://www.youtube.com/watch?v=MZjOTu7Ed1A&amp;list=PLWDTtSs7wOlmlwGWgniWQmKA-wVtJRhlq</a> MA Property Tax
Minnesota	Homestead, Agricultural, Commercial, Other <a href="https://www.youtube.com/watch?v=-yr5kljmeEQ">https://www.youtube.com/watch?v=-yr5kljmeEQ</a> MN Property Tax <a href="https://cms1files.revize.com/assocofminnesotacos/CLIC/PropertyTaxes/Property%20Tax%20101%20PPT.pdf">https://cms1files.revize.com/assocofminnesotacos/CLIC/PropertyTaxes/Property%20Tax%20101%20PPT.pdf</a> Slide Deck <a href="https://www.house.mn.gov/hrd/issinfo/clsrates.aspx?src=21">https://www.house.mn.gov/hrd/issinfo/clsrates.aspx?src=21</a> Class rates
Texas	Residential (2), Vacant Lots, Colonial Lots, Open Space, Farm & Ranch Improvements on Open Space, Rural Land, Commercial, Industrial & Manufacturing, Oil & Gas, Minerals <a href="https://comptroller.texas.gov/taxes/property-tax/docs/96-1728-22-23.pdf">https://comptroller.texas.gov/taxes/property-tax/docs/96-1728-22-23.pdf</a> Biennial Property Tax Report 2022-23
Michigan	Residential, Agricultural, Commercial, Industrial, Developmental, Timber Cut <a href="https://www.legislature.mi.gov/publications/TaxpayerGuide.pdf">https://www.legislature.mi.gov/publications/TaxpayerGuide.pdf</a> MI Guide for 2023 tax year
Wisconsin	Residential, Commercial, Manufacturing, Agricultural, Undeveloped, Agricultural Forest, Productive Forest, Other <a href="https://www.revenue.wi.gov/DOR%20Publications/pb060.pdf">https://www.revenue.wi.gov/DOR%20Publications/pb060.pdf</a> Guide for Property Owners 2024
Kansas	Residential, Agricultural Land, Agricultural Improvements, Residences on Farms, Vacant Lots, Business or Industry, State Assessed Utilities, Properties Not Listed as 30% of market value (% of value for each class is set in the constitution) <a href="https://www.dgcoks.gov/appraiser/faq/how-real-property-classified-and-assessed-kansas">https://www.dgcoks.gov/appraiser/faq/how-real-property-classified-and-assessed-kansas</a>
Iowa	Residential, Agricultural, Commercial, Industrial, Utilities/Railroad <a href="https://iowaleague.org/wp-content/uploads/PropertyTax-Assessment.pdf">https://iowaleague.org/wp-content/uploads/PropertyTax-Assessment.pdf</a> Iowa Assessment 2024
Tennessee	Residential, Farm, Commercial/Industrial, Public Utility <a href="https://comptroller.tn.gov/office-functions/pa/property-taxes/assessment-vs-taxation.html">https://comptroller.tn.gov/office-functions/pa/property-taxes/assessment-vs-taxation.html</a> Property Assessments

Before delving more deeply into any one of these states' procedures, it would be helpful to have the working group consider the following:

\*From which of these states would the group like to see additional information?

\*What additional information is requested?

Fun reading links for all your spare time:

[50-State Property Tax Comparison Study](#)

[Confronting the New Property Tax Revolt](#)

[Massachusetts Split Property Tax Rates – Considerations for the Current Economic Climate](#)