

House Bill 501

By: Representative Jenkins of the 8th

A BILL TO BE ENTITLED
AN ACT

1 To provide for a homestead exemption from City of Hiawassee ad valorem taxes for
2 municipal purposes in an amount equal to the amount by which the current year assessed
3 value of a homestead exceeds the adjusted base year assessed value of such homestead; to
4 provide for definitions; to specify the terms and conditions of the exemption and the
5 procedures relating thereto; to allow such exemption to continue to be received by an
6 unremarried surviving spouse or the child, children, grandchild, or grandchildren of the
7 deceased spouse; to provide for applicability; to provide for a referendum, effective dates,
8 and automatic repeal; to repeal conflicting laws; and for other purposes.

9 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

10 style="text-align:center">**SECTION 1.**

11 (a) As used in this Act, the term:

12 (1) "Ad valorem taxes for municipal purposes" means all municipal ad valorem taxes for
13 municipal purposes levied by, for, or on behalf of the City of Hiawassee, including, but
14 not limited to, ad valorem taxes to pay interest on and to retire municipal bonded
15 indebtedness.

16 (2) "Base year" means the taxable year immediately preceding the taxable year in which
17 the exemption under this Act is first granted to the most recent owner of such homestead;
18 provided, however, that in the event a reassessment of the homestead causes the actual
19 assessed value of that homestead to be increased, the governing authority of the city or
20 the designee thereof shall adjust the base year assessed value by the lesser of 3 percent
21 or the actual percentage increase in the actual assessed value.

22 (3) "Homestead" means homestead as defined and qualified in Code Section 48-5-40 of
23 the O.C.G.A., as amended.

24 (b)(1) Each resident of the City of Hiawassee is granted an exemption on that person's
25 homestead from City of Hiawassee ad valorem taxes for municipal purposes in an amount
26 equal to the amount by which the current year assessed value of that homestead exceeds

1 the adjusted base year assessed value of that homestead. This exemption shall not apply
2 to taxes assessed on improvements to the homestead or additional land that is added to
3 the homestead after January 1 of the base year. If any real property is added to or
4 removed from the homestead, the base year assessed value shall be adjusted to reflect
5 such addition or removal and the exemption shall be recalculated accordingly. The value
6 of that property in excess of such exempted amount shall remain subject to taxation.

7 (2) The unremarried surviving spouse or the child, children, grandchild, or grandchildren
8 of the deceased spouse who has been granted the exemption provided for in paragraph
9 (1) of this subsection shall continue to receive the exemption provided under paragraph
10 (1) of this subsection so long as that unremarried surviving spouse or child, children,
11 grandchild, or grandchildren of the deceased spouse continue to occupy the home as a
12 residence and homestead.

13 (c) A person shall not receive the homestead exemption granted by subsection (b) of this
14 section unless the person or person's agent files an application with the governing authority
15 of the City of Hiawassee, or the designee thereof, giving such information relative to
16 receiving such exemption as will enable the governing authority of the City of Hiawassee,
17 or the designee thereof, to make a determination regarding the initial and continuing
18 eligibility of such owner for such exemption. The governing authority of the City of
19 Hiawassee, or the designee thereof, shall provide application forms for this purpose.

20 (d) The exemption shall be claimed and returned as provided in Code Section 48-5-50.1 of
21 the O.C.G.A., as amended. The exemption shall be automatically renewed from year to year
22 as long as the owner occupies the residence as a homestead. After a person has filed the
23 proper application as provided in subsection (c) of this section, it shall not be necessary to
24 make application thereafter for any year and the exemption shall continue to be allowed to
25 such person. It shall be the duty of any person granted the homestead exemption under
26 subsection (b) of this section to notify the governing authority of the City of Hiawassee, or
27 the designee thereof, in the event that person for any reason becomes ineligible for that
28 exemption.

29 (e) The exemption granted by subsection (b) of this section shall not apply to or affect state
30 ad valorem taxes, county ad valorem taxes for county purposes, or county or independent
31 school district ad valorem taxes for educational purposes. The homestead exemption granted
32 by subsection (b) of this section shall be in addition to and not in lieu of any other homestead
33 exemption applicable to municipal ad valorem taxes for municipal purposes.

34 (f) The exemption granted by subsection (b) of this section shall apply to all taxable years
35 beginning on or after January 1, 2008.

