

House Bill 936 (AS PASSED HOUSE AND SENATE)

By: Representative Jenkins of the 8<sup>th</sup>

A BILL TO BE ENTITLED  
AN ACT

1 To provide for a homestead exemption from City of Young Harris 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 by  
4 more than 3 percent; to provide for definitions; to specify the terms and conditions of the  
5 exemption and the procedures relating thereto; to allow such exemption to continue to be  
6 received by an unremarried surviving spouse or the child, children, grandchild, or  
7 grandchildren of the deceased spouse; to provide for applicability; to provide for a  
8 referendum, effective dates, and automatic repeal; to repeal conflicting laws; and for other  
9 purposes.

10 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

11 **SECTION 1.**

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

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

17 (2) "Base year" means the taxable year immediately preceding the taxable year in which  
18 the exemption under this Act is first granted to the most recent owner of such homestead;  
19 provided, however, that the governing authority of the city, or the designee thereof, shall  
20 adjust annually the base year assessed value by the lesser of 3 percent or the actual  
21 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, with the additional qualification that it shall include not more  
24 than five contiguous acres of homestead property.

25 (b)(1) Each resident of the City of Young Harris is granted an exemption on that person's  
26 homestead from City of Young Harris ad valorem taxes for municipal purposes in an

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

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

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

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

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

36 (f) The exemption granted by subsection (b) of this section shall apply to all taxable years  
37 beginning on or after January 1, 2009.

