

## Repeal property tax exemption for nonprofit hospitals

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**Description** This proposal would repeal the property tax exemption granted to nonprofit hospitals.

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**Current Law** A property tax exemption exists for property owned or leased by a nonprofit organization. The property must be used exclusively for the purposes of a licensed hospital.

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**Revenue Impact** General Fund Impacts (\$ millions):

Fiscal Year 2012	Fiscal Year 2013	2011-2013 Biennium
\$0	\$0	\$0

*Notes:*

- *Repealing a property tax exemption causes tax rates to decrease and does not result in new revenue. The exempt property owner now pays taxes and all other property owners pay slightly less tax. Thus, the tax “shifts” to the exempt property owner.*
  - *Estimates assume a July 1, 2012 effective date, representing 11 months of collections for FY 2013.*
  - *Estimates reflect the June 2011 Economic & Revenue Forecast Council revenue forecast.*
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**Expenditure Impact**

Fiscal Year 2012	Fiscal Year 2013	2011-2013 Biennium
TBD	TBD	TBD

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