

Increase the state REET rate from 1.28% to 1.6%

Description This proposal increases the state real estate excise tax (REET) rate from 1.28% to 1.6%.

Current Law The state imposes an excise tax of 1.28% on the selling price of real estate, including transfers of controlling interests in entities that own property and including the amount of any liens, mortgages or other debts.

Cities and counties may also impose local option REETs.

Revenue Impact General Fund Impacts (\$ millions):

Fiscal Year 2012	Fiscal Year 2013	2011-2013 Biennium
\$0	\$87.5	\$87.5

Notes:

- *Estimates assume a July 1, 2012 effective date, representing 11 months of collections for FY 2013.*
 - *Estimates reflect the September 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
