UNDERSTANDING MEASURE 4 ELIMINATING PROPERTY TAXES



NO PLAN TO REPLACE \$3.15 BILLION

- The state is required to fund at 2024 levels;
- There is no plan where the \$3.15 billion needed would come from in the \$6.1 billion general fund
- It is unclear what other taxes or fees would be created or raised to meet future needs and subsequent impact that would have on business.

LACKS EQUALITY & STABILITY

- The state is **not required** to increase funding from 2024 levels
- Creates uncertainty about communities' ability to meet citizen needs.
- Fiscally conservative locals will be punished.
- Raising revenues may be difficult for rural areas.
- Industries that pay in lieu of taxes would not be included in the tax relief resulting in inequities in those industries.
- This tax relief benefits property owners from out of state the most.
- · Does not foster long-term revenue stability.

Where Property Taxes Go in North Dakota

Misc. \$39M Townships 3% \$33M 2%

\$chools \$575M 41% Cities \$434M 31%

Counties \$329M 23% \$1.4 Billion Total

What Property Taxes Pay for in ND Counties



Where Property Taxes Come from in ND

Special Taxes Special 3% Assessments 10% Centrally Assessed

Residential 36%

Commercial 26%

Agricultural 18%

1/3 Taxes from For-Profit Businesses

\$1.4 Billion Total

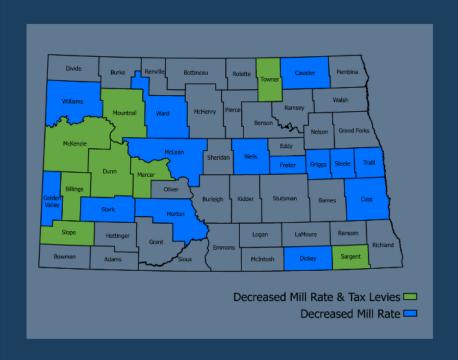
Top Property Taxpayers in North Dakota



 Of the 3 Highest Taxpayers in Each County: Out-of-State Companies Pay 82% of Taxes

 1/3 Taxes come from For-Profit Businesses

ND Counties that Lowered Taxes in 2023



- 22 Counties Reduced Mill Rates
- 8 of those Counties also Decreased
 \$ Levied

Coalition Members

80 + member groups

COUNTY RELATED:

- NDACo
- ND County Commissioners
 Association
- ND Assoc of County Engineers
- ND County Auditors & Treasurers Association
- ND Sheriffs' & DeputiesAssoc
- ND State Assoc of City & County Health Officials

| AGRICULTURE/ENERGY/NATURAL RESOURCES | | CHAMBERS | |
|---------------------------------------|--|-----------------|--|
| | Lignite Energy Council | | Bismarck Mandan Chamber EDC |
| | Lower Yellowstone Irrigation Project District #2 | | Devils Lake Chamber of Commerce |
| | ND Association of Rural Electric Cooperatives | | Dickinson Area Chamber |
| | ND Farmers Union | | Fargo/Moorhead/West Fargo Chamber |
| | ND Corn Growers Association | | Grand Forks/East Grand Forks Chamber |
| | ND Grain Growers Association | | Greater North Dakota Chamber |
| | ND Petroleum Council | | Jamestown Area Chamber |
| | ND Soybean Growers Association | | Minot Area Chamber EDC |
| | ND Stockmen's Association | | Williston Area Chamber |
| | ND Water Users Association | | |
| | North Central Electric Cooperative | EDUCATION | |
| | McKenzie Electric Cooperative | | ND Association of Secondary School Principals |
| | Red River Valley Sugarbeet Growers Association | | ND Association of County Superintendents |
| | rica rare, railey cagaineest cromerer teconation | | ND Association of Elementary School Principals |
| REAL ESTATE | | | ND Association of School Administrators |
| • | Badlands Board of Realtors | | ND Association of School Business Officials |
| | Bismarck/Mandan Board of Realtors | | ND Association of Technology Leaders |
| | Building Industry Association of the Red River | | ND Career and Technology Education |
| Valley | building industry Association of the Ned River | Administrators | No career and reclinology Education |
| valley | Fargo Moorhead Area Association of Realtors | Auministrators | ND Council of Educational Leaders |
| | Grand Forks Area Association of Realtors | | ND Library Association |
| | High Plains Association of Realtors | | ND of Interscholastic Athletic Administrators |
| | Minot Association of Builders | Association | ND of Interscholastic Athletic Authinistrators |
| | Minot Association of Builders Minot Board of Realtors | Association | ND Regional Education Association Leaders |
| | ND Association of Builders | | ND School Boards Association |
| | ND Association of Builders ND Association of Realtors | | ND Small Organized Schools |
| | Williston Board of Realtors | | ND Special Education Study Council |
| | Willistoff Bodiu of Reditors | | ND Student Activity Association |
| ASSOCIATIONS/ NONPROFIT ORGANIZATIONS | | | |
| ASSUCIATIONS/ NO | | | ND Student Honor Society |
| | AARP ND | | ND United |
| Namel Dalance | American Council of Engineering Companies | DUDU IO OA FETY | |
| North Dakota | TI 4 11 10 10 1 1 (ND | PUBLIC SAFETY | |
| | The Associated General Contractors of ND | | Chiefs of Police Association of ND |
| | Broadband Association of ND | | ND EMS Association |
| | Downtown Development Association | | ND Fire Chief's Association |
| | Economic Development Association of ND | | ND Sheriffs and Deputies Association |
| | ND AFL-CIO | | Professional Firefighters of ND |
| | ND Association of Counties | | |
| | ND Association of County Engineers | HEALTH CARE | |
| | ND County Auditors and Treasurers Association | | Health Policy Consortium |
| | ND League of Cities | | Minnesota Nurses Association |
| | ND Recreation and Park Association | | ND Hospital Association |
| | ND Retail Lumber Association | | ND Long Term Care Association |

Officials

ND Medical Association

ND Senior Service Providers

ND State Association of City & County Health

ND Township Officers Association

Western Dakota Energy Association

Valley Prosperity Partnership

Vision West

Campaign

Vote NOon Measure 4

- Yard signs
- Media: \$700k
 - TV, Radio, Satellite Radio,
 Facebook, YouTube, Local
 News Websites
 - Starts 9/24
 - Heavy Start 2 weeks
 - Light Middle
 - Heavy End 2 weeks

KEEP IT LOCALON FACEBOOK









REASONS TO VOTE

LOSS OF LOCAL CONTROL

NO FUNDING PLAN

RISK TO PUBLIC SERVICES

UNINTENDED CONSEQUENCES

Member Engagement

Action Items

- 1. Connect with the coalition through website sign up for updates & involvement
- 1. Letters to the Editor
- 1. Speak at Local Community Group Meetings
- 1. Emails/newsletters
- 1. Share Social Media Messages
- 1. Property Tax Explainers focused on your County Taxes



ND Corrupt Practices Act (NDCC 16.1-10-02)

"No person may use any property belonging to or leased by, or any service which is provided to or carried on by, either directly or by contract of the state or political subdivision for any political purpose."



ADVOCATING ON MEASURES

Guidance for Public Officials

You have a First Amendment right to give your opinion and answer questions from the media

You CAN provide factual information

You CAN NOT use public resources to amplify your opinion

You are PROHIBITED of using government resources to advocate for or against a measure