

**Subject** Licensed in-home child care provider property tax exclusion

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## Overview

This bill creates a new property tax exclusion for licensed in-home child care providers. The exclusion would be available to homes used to operate a family day care or group family day care program and would reduce the property's taxable market value by 50 percent.

**Effective date:** This bill is effective beginning with property taxes payable in 2026.

## Summary

Section	Description
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| 1 | <b>Licensed in-home child care provider exclusion.</b><br>Establishes a 50 percent market value exclusion for in-home family day care or group family day care providers. The homes receiving the exclusion must be either a residential homestead or the portion of an agricultural homestead consisting of the house, garage, and surrounding one acre of land. The commissioner of human services would be required to annually notify each county of all licensed family day care and group family day care providers located in the county. Properties receiving this exclusion would not be eligible for other existing homestead exclusions. |
| 2 | <b>Contents of the tax statements.</b><br>Adds the exclusion to the property tax statement.   |