

NOTICE OF(2019)TAX YEAR PROPOSED PROPERTY TAX RATE FOR CITY OF HEREFORD

A tax rate of \$.33 per \$100 valuation has been proposed for adoption by the governing body of CITY OF HEREFORD. This rate exceeds the lower of the effective or rollback tax rate, and state law requires that two public hearings be held by the governing body before adopting the proposed tax rate.

The governing body of CITY OF HEREFORD proposes to use revenue attributable to the tax rate increase for the purpose of FUNDING 2020 BUDGET.

PROPOSED TAX RATE	\$ <u>.33</u> per \$100
PRECEDING YEAR'S TAX RATE	\$ <u>.33</u> per \$100
EFFECTIVE TAX RATE	\$ <u>.311</u> per \$100
ROLLBACK TAX RATE	\$ <u>.3358</u> per \$100

The effective tax rate is the total tax rate needed to raise the same amount of property tax revenue for CITY OF HEREFORD from the same properties in both the 2018 tax year and the 2019 tax year.

The rollback tax rate is the highest tax rate that CITY OF HEREFORD may adopt before voters are entitled to petition for an election to limit the rate that may be approved to the rollback rate.

YOUR TAXES OWED UNDER ANY OF THE ABOVE RATES CAN BE CALCULATED AS FOLLOWS:

$$\text{property tax amount} = (\text{rate}) \times (\text{taxable value of your property}) / 100$$

For assistance or detailed information about tax calculations, please contact:

DANNY JONES

CITY OF HEREFORD tax assessor-collector

140 EAST 3RD

806-364-0652

djones@deafsmithcad.org

www.deafsmithcad.org

You are urged to attend and express your views at the following public hearings on the proposed tax rate:

First Hearing: AUGUST 19TH AT 6:30 PM at CITY HALL, 224 N. LEE AVE. HEREFORD TX 79045

Second Hearing: SEPTEMBER 9TH AT 5:00 PM at CITY HALL, 224 N. LEE AVE. HEREFORD TX 79045

2019 Property Tax Rates in CITY OF HEREFORD

This notice concerns 2019 property tax rates for CITY OF HEREFORD. It presents information about three tax rates. Last year's tax rate is the actual rate the taxing unit used to determine property taxes last year. This year's *effective* tax rate would impose the same total taxes as last year if you compare properties taxed in both years. This year's *rollback* tax rate is the highest tax rate the taxing unit can set before taxpayers can start tax rollback procedures. In each case these rates are found by dividing the total amount of taxes by the tax base (the total value of taxable property) with adjustments as required by state law. The rates are given per \$100 of property value.

Last year's tax rate:

Last year's operating taxes	\$2,023,657
Last year's debt taxes	\$0
Last year's total taxes	\$2,023,657
Last year's tax base	\$613,229,310
Last year's total tax rate	0.330000/\$100

This year's effective tax rate:

Last year's adjusted taxes (after subtracting taxes on lost property)	\$2,024,454
÷ This year's adjusted tax base (after subtracting value of new property)	\$650,838,045
= This year's effective tax rate	0.311000/\$100

This year's rollback tax rate:

Last year's adjusted operating taxes (after subtracting taxes on lost property and adjusting for any transferred function, tax increment financing, state criminal justice mandate and/or enhanced indigent health care expenditures)	\$2,024,454
÷ This year's adjusted tax base	\$650,838,045
= This year's effective operating rate	0.311000/\$100
× 1.08 = this year's maximum operating rate	0.335800/\$100
+ This year's debt rate	0.000000/\$100
= This year's rollback rate	0.335800/\$100

Statement of Increase/Decrease

If CITY OF HEREFORD adopts a 2019 tax rate equal to the effective tax rate of 0.311000 per \$100 of value, taxes would increase compared to 2018 taxes by \$ 10,141.

This notice contains a summary of actual effective and rollback tax rates' calculations. You can inspect a copy of the full calculations at 140 E. 3rd Street, Hereford, TX 79045.

Name of person preparing this notice: Danny Jones

Title: Chief Appraiser

Date prepared: July 29, 2019