



## FY 2021 Recommended Budget Budget Question

**Board Question #: 9**

**BUDGET QUESTION:** What is the amount of personal property tax revenue we receive per penny on the rate?

**RESPONDING DEPARTMENT/OFFICE:** Budget

**RESPONSE:** The general personal property rate (currently \$6.55 per \$100) generates approximately \$65,000 per penny.

A Board member expressed interest in considering reducing the rate by 20 – 30 cents with a corresponding increase in the real estate tax rate to offset the loss of personal property revenue. Under this scenario:

- A 20-cents reduction in the personal property rate would equate to \$1.3 million, or \$0.0081 on the real estate tax rate.
- A 30-cents reduction in the personal property rate would equate to \$1.95 million, or \$0.0122 on the real estate tax rate.

**ESTIMATE OF STAFF TIME SPENT ON RESPONSE:** 25 minutes