

CERTIFIED TAX RATE

- ▶ Certified tax rate =
Last Year's Tax Collection \ Current Assessed Values
 - Then adjusted for new growth
- ▶ The only increase in revenue to the City without going through Truth in Taxation is for new growth. But this new growth also comes with increased costs for the growth (services provided, roads, etc.)
- ▶ In order to receive an increase in property tax revenue an entity must go through truth in taxation

Certified Tax Rate Cont'd

- ▶ What the Certified Tax Rate Does:
 - ▶ Ensures that entities have a reliable amount for budgeting purposes
 - ▶ The certified tax rate is adjusted based off the assessed value so as home values go up or down the rate adjusts to ensure the entity receives the same amount of revenue and that homeowners pay roughly the same amount of tax if their values do not change.
- ▶ What the Certified Tax Rate Does NOT Do:
 - ▶ Does not provide for increased costs or inflation

June 2022 Utah Inflation Rate = 9.4%

Tooele City Corporation Tax Rate History

Tax Year	Certified Tax Rate	Adopted Tax Rate	% Increase From Certified Tax Rate
2015	0.002203	0.002203	-
2016	0.002030	0.002030	-
2017	0.001938	0.001938	-
2018	0.001831	0.003334	82%
2019	0.003024	0.003205	6%
2020	0.003051	0.003051	-
2021	0.002763	0.002763	-
2022	0.002009	0.002411	20%

9.4% higher than the 2015 rate

2019 Adopted Rate: .003205
2022 Certified Rate: .002009
= 37% Decrease in Rate

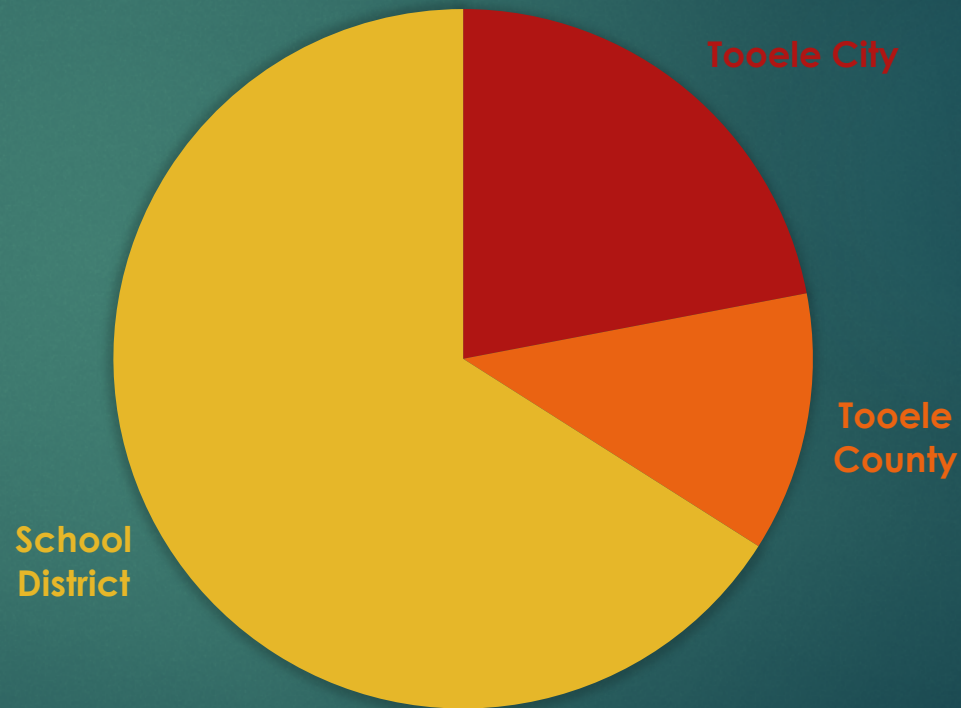
Property Tax Distribtuion

Tooele City resident's property tax payments are mostly distributed among the three taxing entities

- Tooele City – 22% of total tax bill
- Tooele County – 12% of total tax bill
- School District – 66% of total tax bill

For every \$1 of tax paid:
\$.22 goes to Tooele City
\$.12 goes to Tooele County
\$.66 goes to School District

TAX RATE DISTRIBUTION



Proposed Tax Rate

- ▶ The proposed tax rate of .002411 will bring in additional revenue of **\$1,148,827**
- ▶ If the certified tax rate is not increased, the total increase in revenue would be **\$101,036 or 1.85% increase**
 - ▶ **This does not equate to the 40% increase in home values or the 64% growth that Tooele County experienced**

Tax Rate on Notice vs Current Proposed Rate

Tentative Rate on Notices

- ▶ Notices were mailed out at the tentatively adopted rate - .002763
- ▶ On a \$390,000 value home the increase in tax per year over the certified rate is
 - ▶ \$161 per year or
 - ▶ \$13 per month

Current Proposed Rate

- ▶ Current Proposed Rate is .002411
- ▶ On a \$390,000 value home the increase in tax per year over the certified rate is
 - ▶ \$86 per year or
 - ▶ \$7 per month

Where will the 20% Increase Go?

- ▶ 13% of the increase will go towards general fund expenditures. Some of the specific increases this will cover are:
 - ▶ Increase in pay for our police officers that was approved in FY22 \$690,000
 - ▶ Increase in fire department for fire study recommendations \$232,000
 - Total: \$922,000
- 7% will go towards building a new fire station \$441,000
- Total for just these items: \$1,363,000
 - Total Increase in Property Tax \$1,148,827
- Other items increased in the budget include fuel costs, vehicle and equipment costs, construction costs, etc.

Abatements, Deferrals, and Exemptions – Visit www.tooeleco.org

- ▶ Some residents and seniors may qualify for a circuit breaker or other tax abatement or exemption for their property tax.
 - ▶ Circuit Breaker Abatement / Indigent Abatement
 - ▶ APPLICATIONS DUE SEPTEMBER 1ST
 - ▶ Household income less than \$35,807
 - ▶ Visit the Tooele County Auditor's page for more info
 - ▶ Veterans with a Disability Exemption / Active or Reserve Duty Armed Forces
 - ▶ APPLICATIONS DUE SEPTEMBER 1ST
 - ▶ Visit the Tooele County Auditor's page for more info or review the back of your tax notice

Hard copies of the applications can be obtained at City Hall

Board of Equalization

- Visit www.tooeleco.org

- ▶ Homeowners who believe their property value is incorrect can file an appeal with the Board of Equalization
- ▶ Applications for the appeal should be turned in by August 31, 2022
- ▶ Visit www.tooeleco.org for more information or review the back of your tax notice