

# 2019 Proposed County Tax Rate



August 2019





# Purpose

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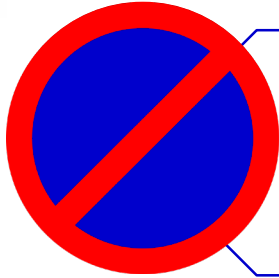
**To provide the Judge/Executive's  
recommendation for the  
2019 County Property Tax Rates**

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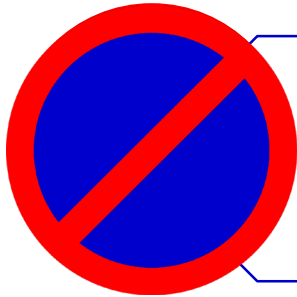


# Only County Taxes

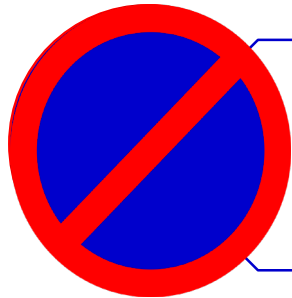
## NOT



**School Tax Rates**  
Levied by Local School Boards



**State Tax Rates**  
Levied by State Legislature



**City Tax Rate**  
Levied by City Councils



# County Property Tax

## Categories Included in this Proposal

**Real  
Property  
Tax**

**Personal  
Property  
Tax**

**Motor  
Vehicle  
Watercraft  
Aircraft**

**Wooded  
Acreage**

**Soil  
Conservation**

**Cooperative  
Extension**

**Health  
Department**



# Taxes Not Imposed By Hardin County Government

**NO**

Occupational  
Tax

**NO**

Insurance  
Premium  
Tax

**NO**

Public  
Library  
District Tax

**NO**

Fire District  
Tax

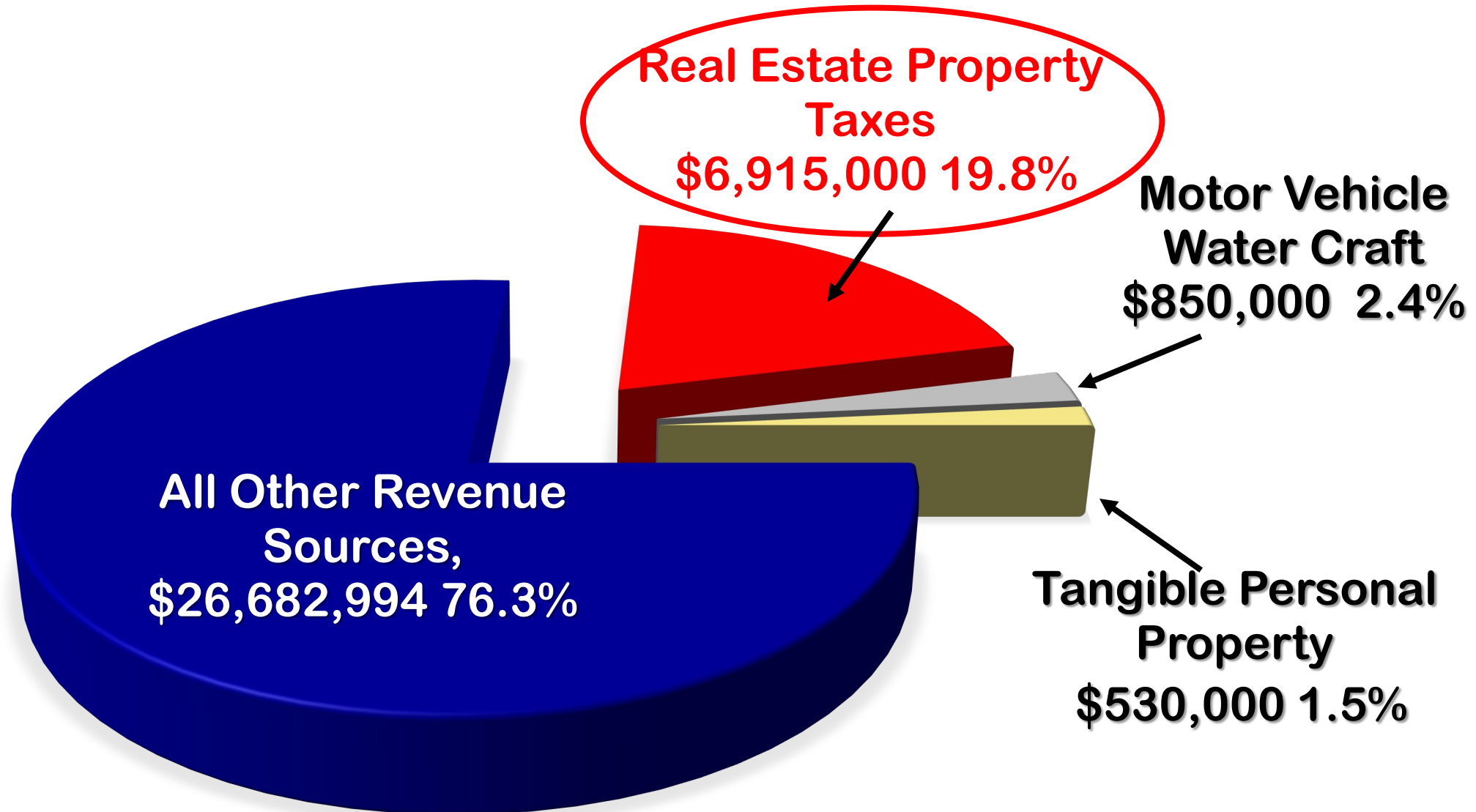
**NO**

Hotel  
Tax

**NO**

Local Sales  
or  
Restaurant  
Tax

# Revenue 2019/2020 Budget Year



**\$34,977,994 Total Revenue**



# Property Tax Rate Definitions

## Compensating Rate:

KRS 132.010 defines “Compensating Tax Rate” as that rate which applied to the current year’s assessment of the property subject to taxation, *excluding new property added to the tax roll for the current year*, produces an amount of revenue approximately equal to that produced in preceding year.





# Property Tax Rate Definitions

## 4% Growth Rate:

KRS 68.245 states that the portion of a tax rate levied by Fiscal Court which will produce revenue, *exclusive of revenue from new property*, of more than 4% over the amount of revenue produced by the compensating tax rate shall be subject to recall vote.





# Real Property Taxes

Budget Year 2019/2020

Value of Real Property Subject to Rate= \$6,328,545,665

	<u>*Rate</u>	<u>Gross Revenue</u>
4% Growth Rate	12.20	\$7,720,826
<b>Proposed Rate</b>	<b>12.20</b>	<b>\$7,720,826</b>
Compensating Rate	11.80	\$7,467,684

\*(Cents Per \$100 Valuation)



# Gross vs. Net Revenue Based on 2019/2020 Real Property Tax Rates

	Rate (Cents \$100 Valuation)	Gross Revenue (Projected)	Net Revenue* (Estimated)
4% Growth Rate	12.20	\$7,720,826	\$7,096,696
Proposed Rate	12.20	\$7,720,826	\$7,096,696
Compensating Rate	11.80	\$7,467,684	\$6,864,008

Net of:

1. Estimated collection rate by Sheriff's Office =0.96%
2. Fees to Sheriff's Office (10% of First \$5K + 4.25% of Balance)

# Impact of Real Property Tax Rate Change

<u>Home/ Property Valuation</u>	<u>11.8* Compensating Rate</u>	<u>12.2* Proposed Rate</u>	<u>Annual Increase</u>
\$100,000	\$118.00	\$122.00	\$4.00
\$150,000 (Average Home Value)	\$177.00	\$183.00	\$6.00
\$250,000	\$295.00	\$305.00	\$10.00

\* Cents per \$100 valuation

50 Cents/Month



# Proposed Real Property Tax

- ✓ The property tax rate has been set below the **4% Growth Rate 10** of the last 17 years.
- ✓ Before 2003, the rate was always set at the **4% Growth Rate**.
- ✓ This is the **7<sup>TH</sup>** time in 17 years the **4% Growth Rate** has been applied.

# Real Property Tax Rate History

(Cents per \$100 valuation)

<u>Year</u>	<u>Compensating Rate</u>	<u>Approved Rate</u>	<u>4% Growth Rate</u>	<u>Year</u>	<u>Compensating Rate</u>	<u>Approved Rate</u>	<u>4% Growth Rate</u>
1990	10.5	10.9	10.9	2005	10.9	11.2	11.3
1991	10.7	11.1	11.1	2006	10.8	11.2	11.2
1992	11.0	11.4	11.4	2007	10.6	11.0	11.0
1993	11.3	11.7	11.7	2008	10.5	10.9	10.9
1994	11.1	11.5	11.5	2009	11.0	10.9	11.4
1995	11.3	11.7	11.7	2010	10.9	10.9	11.3
1996	11.3	11.7	11.7	2011	10.8	10.9	11.2
1997	11.3	11.7	11.7	2012	10.9	10.9	11.3
1998	11.5	11.9	11.9	2013	10.9	10.9	11.3
1999	11.3	11.7	11.7	2014	10.9	10.9	11.3
2000	11.2	11.6	11.6	2015	10.9	10.9	11.3
2001	11.0	11.4	11.4	2016	10.9	11.3	11.3
2002	11.0	11.4	11.4	2017	11.2	11.6	11.6
2003	11.1	11.3	11.5	2018	11.5	11.9	11.9
2004	11.0	11.2	11.4	2019	11.8	12.2	12.2



# Summary

**Recommend adopting a Tax  
Rate of 12.2 cents per \$100  
valuation for Real Property**



# Proposed County 2019 Tax Rates

<u>Real Property (Real Estate)</u>	
12.2000	General and Road Fund
2.2000	Health Department
1.6490	Cooperative Extension Service
0.1500	Soil Conservation District
<u>Tangible Personal Property</u>	
12.5000	General and Road Fund
2.2000	Health Department
2.3664	Cooperative Extension Service
<u>Motor Vehicles, Watercraft and Aircraft</u>	
11.5000	General and Road Fund
2.2000	Health Department
1.4600	Cooperative Extension Service
<u>Wooded Acreage</u>	
2.0000	Fire Protection Fund

*Cents per \$100 valuation*