

Defiance City SD

How Do Changes in Property Values impact Property Taxes and School District Revenue?

What changes in real estate values have occurred and are projected?

How does change in valuation impact tax rates?

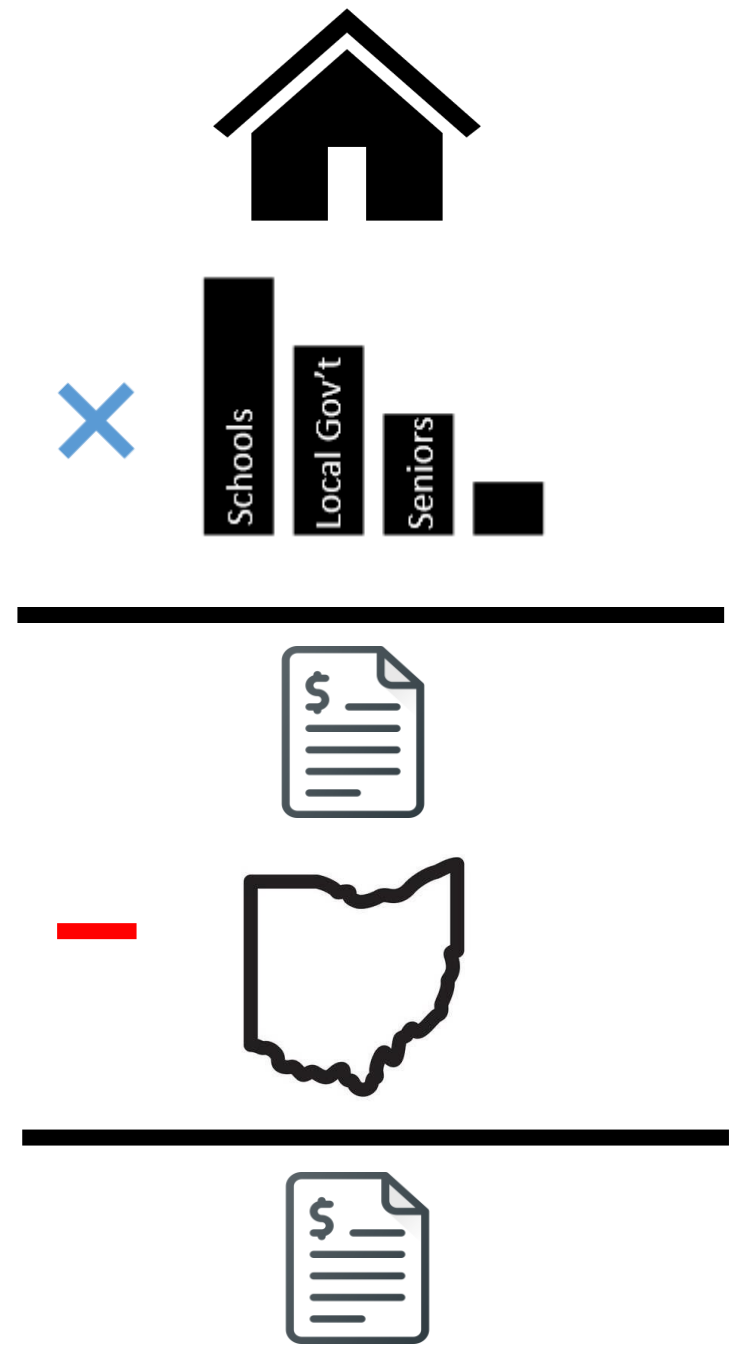
Does valuation change impact district property tax revenue? Total Revenue?

What is the impact for taxpayers?

How has district real estate tax revenue impacted district total revenue

How does district revenue compare to Inflation (CPI)?

Calculating Your Property Taxes



Home Value
@35%

Multiplied by
Effective Tax Rate
(Effective includes Fixed Rate levies, inside millage plus any Fixed Sum levies.)

Initial Tax Bill

Less State Paid Reimbursements

Current Tax Bill

Levy Types and Changing Tax Rates

Fixed Rate vs. Fixed Sum Levies, and the Millage Floor

Inside Millage
<ul style="list-style-type: none"> • Not voted • Revenue growth • Single constant rate
Included in Millage Floor

Fixed Rate Levies
<ul style="list-style-type: none"> • Voter approved rate • Limited growth • Effective rate by class • Rate can decrease but not increase past voted amount
Included in Millage Floor

Fixed Sum Levies
<ul style="list-style-type: none"> • Voter approved amount • No growth • Rate adjusted annually to generate voter approved amount
Not included in Millage Floor

Note: Until a district reaches the state minimum millage, referred to as the “floor” a district’s outside fixed rate levies will be adjusted downward to offset inflationary valuation growth.

Property Values vs. Tax Rates

How do increasing home values impact tax rates?



As Local Property Valuations increase,



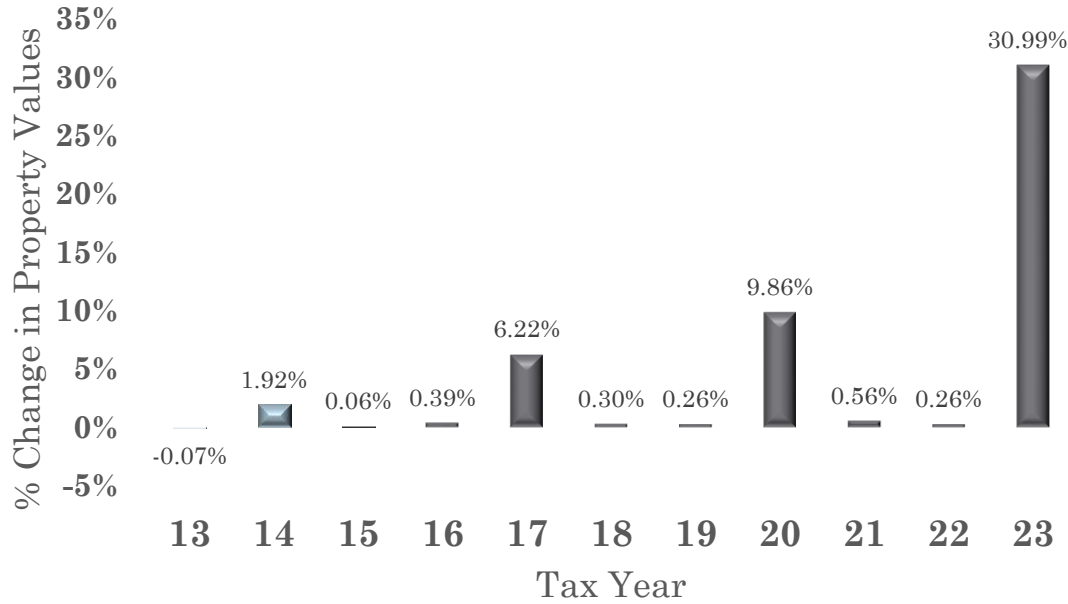
Voted Fixed Rate Tax Rates decrease until a district reaches the millage floor. Fixed Sum Tax Rates continue to decrease



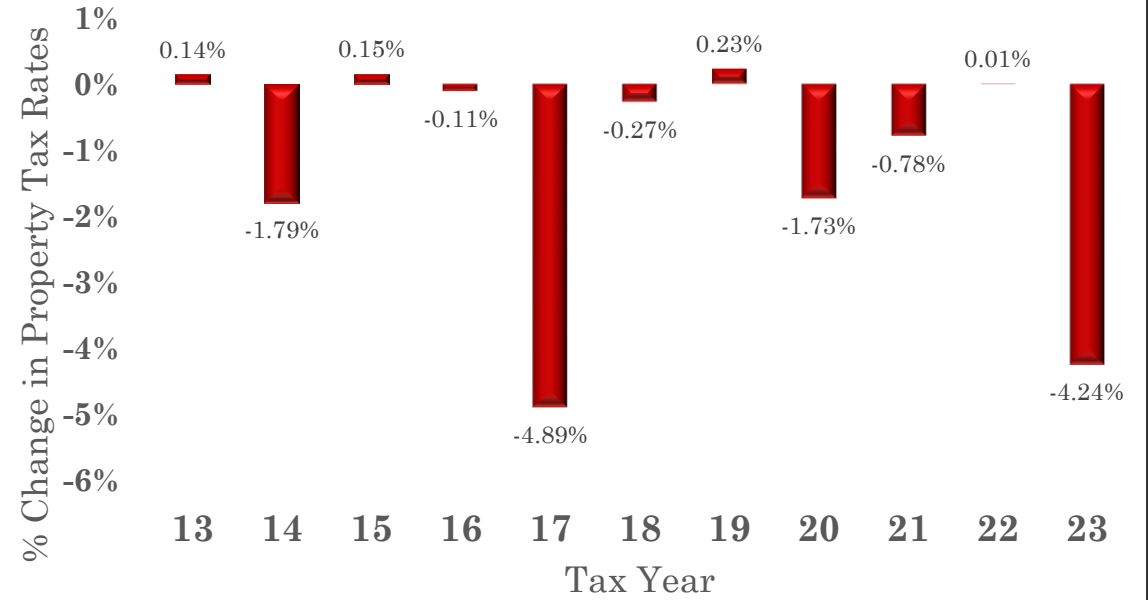
Historical District Values vs. Tax Rates

Class I (Residential + Agriculture)

Year-Over-Year Change in Class I Property Values



Year-Over-Year Change in Property Tax Rates

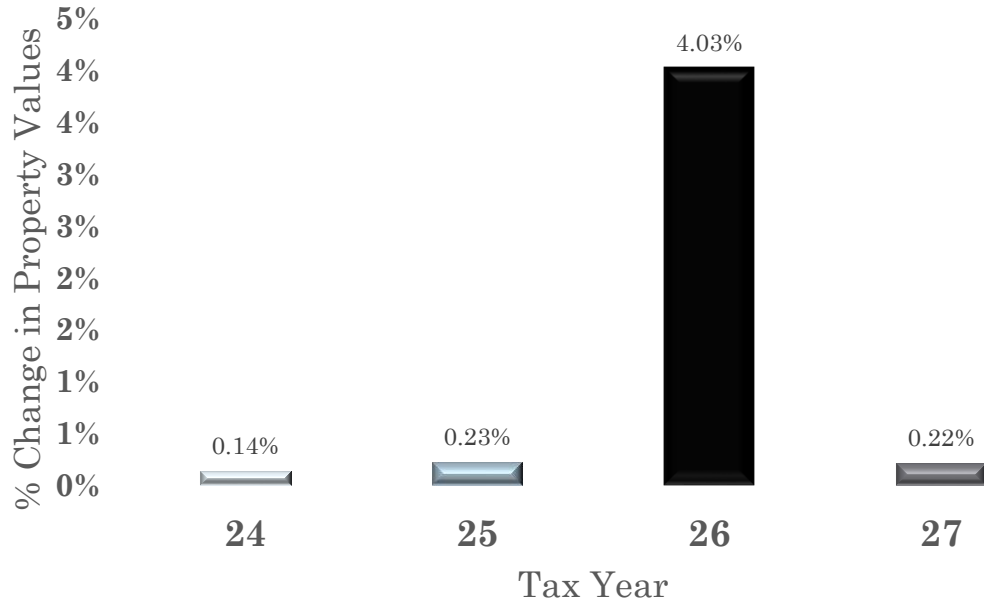


Tax rates are set each year by the Ohio Department of Taxation. Rates can change based upon valuation change, additional levies, non-renewal of levies, etc. The charts above show the YOY % change in Class I property values and the resulting tax rates (effective) for Class I.

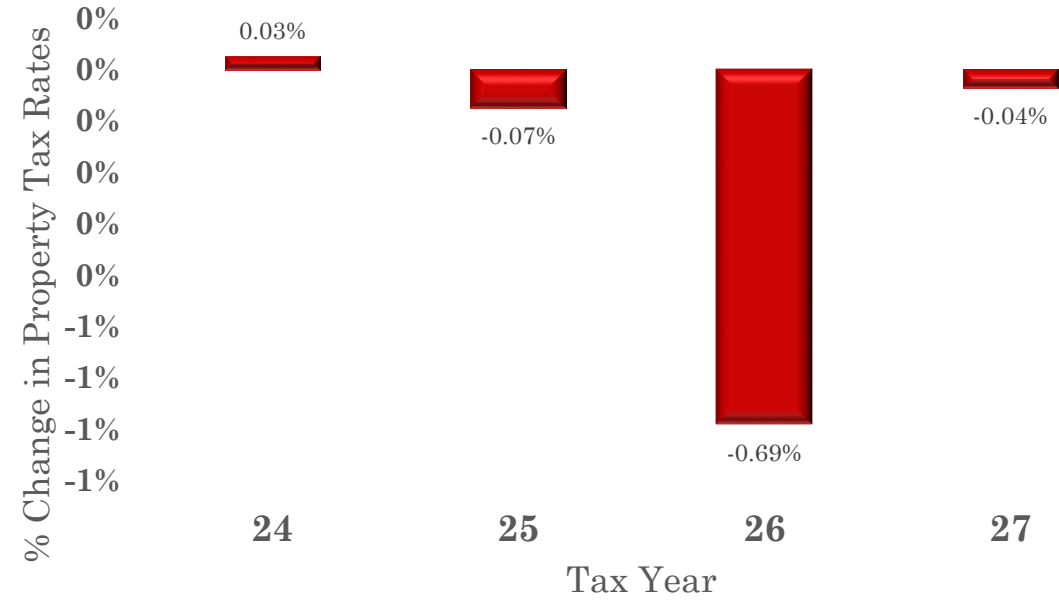
Projected District Values vs. Tax Rates

Class I (Residential + Agriculture)

Year-Over-Year Change in Class I Property Values



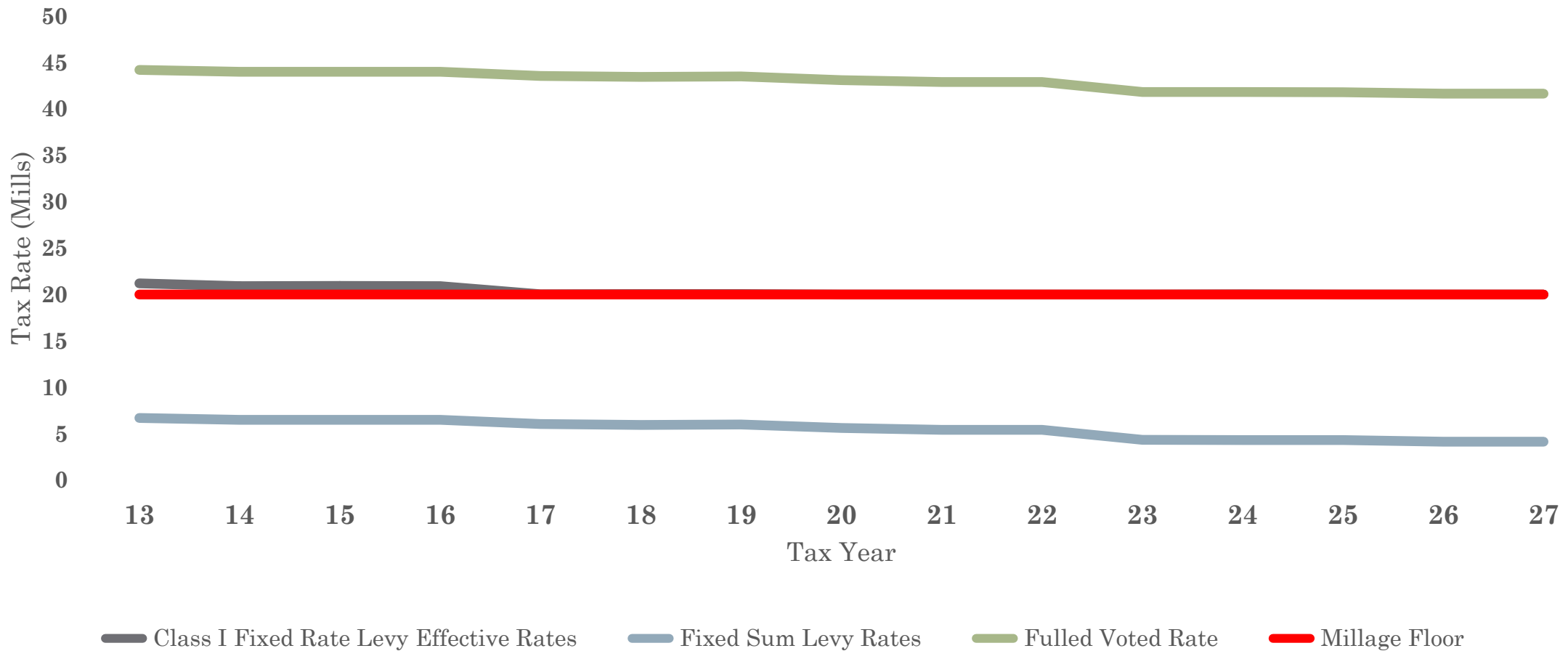
Year-Over-Year Change in Property Tax Rates



Tax rates are set each year by the Ohio Department of Taxation. Rates can change based upon valuation change, additional levies, non-renewal of levies, etc. The charts above show the YOY % change in Class I property values and the resulting tax rates (effective) for Class I.

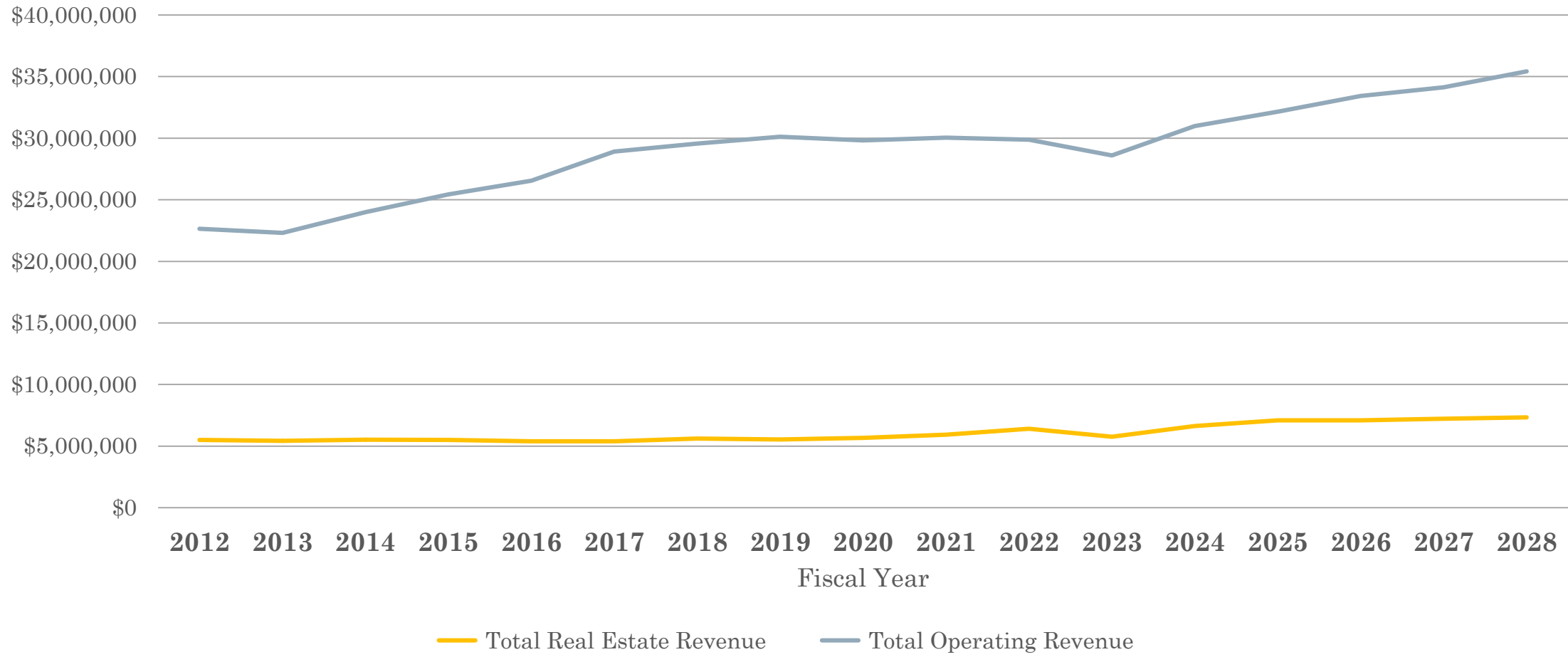
District's Property Tax Rates

Year-Over-Year Change in School District General Fund Property Tax Rates

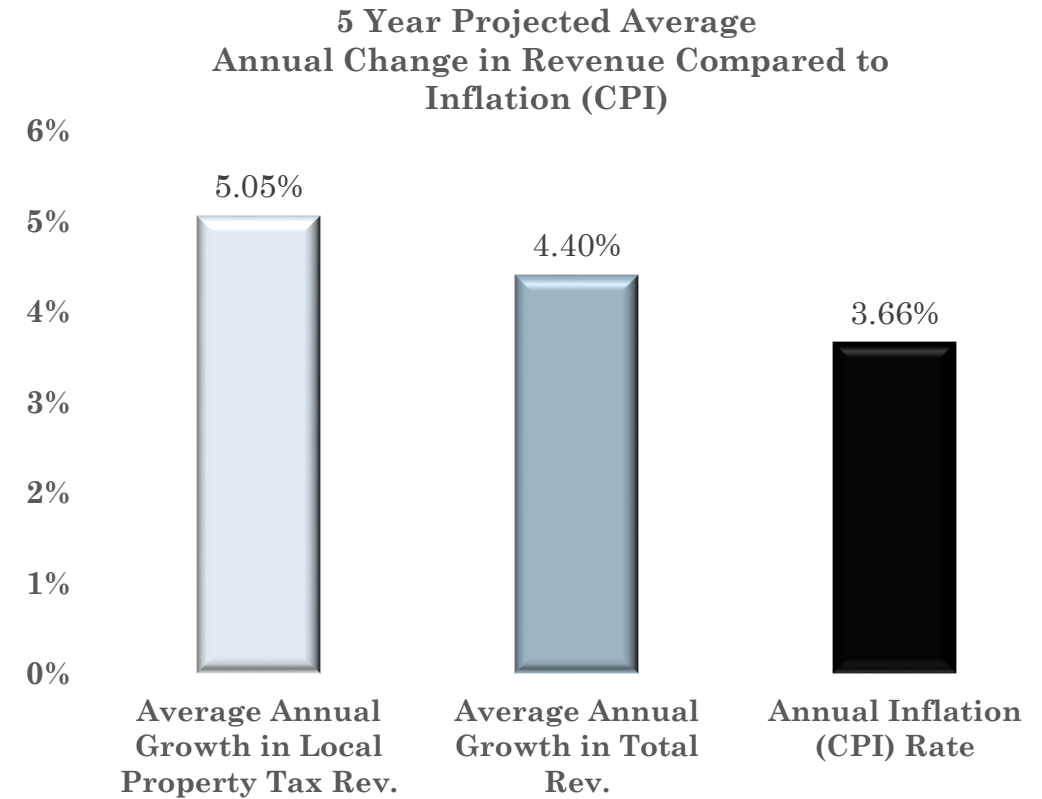
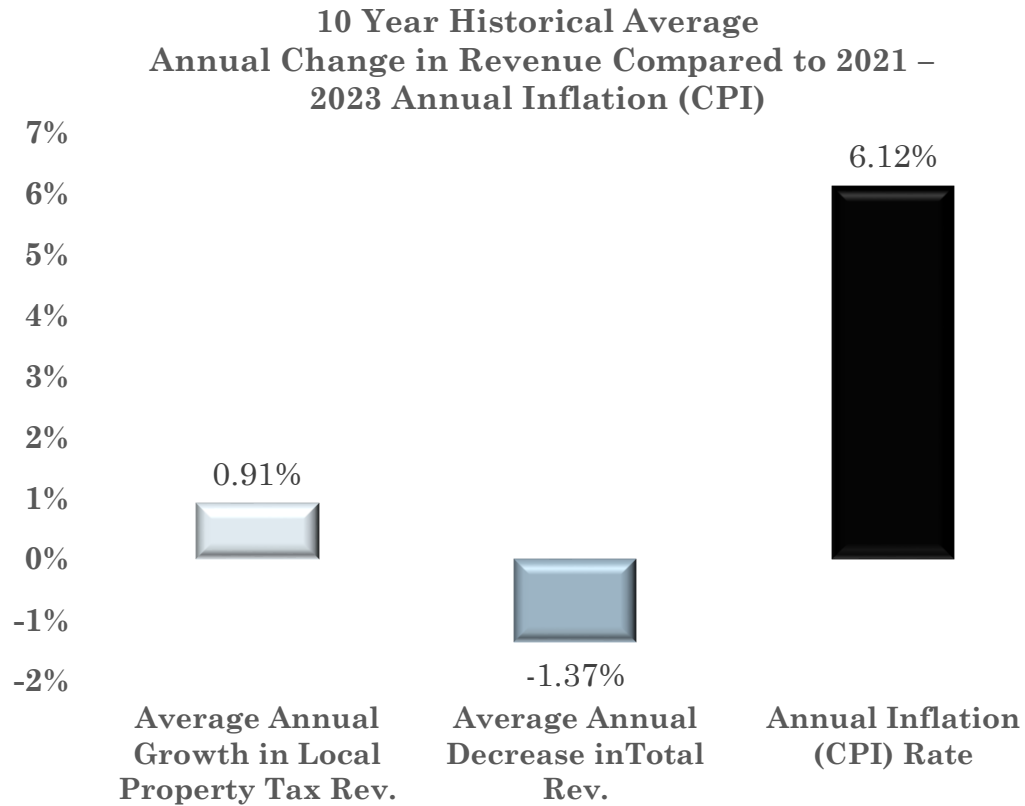


District Total Revenue and Local Real Estate Revenue

District Total Revenue and Local Real Estate Revenue Trends



District Tax Revenue vs. Inflation



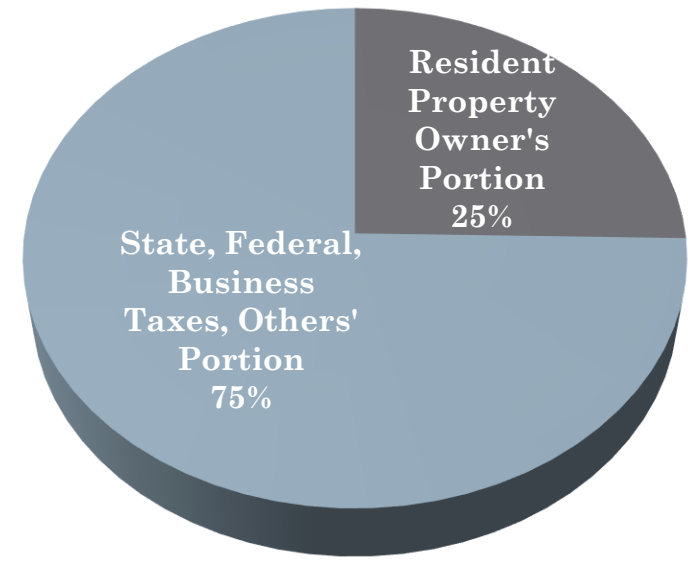
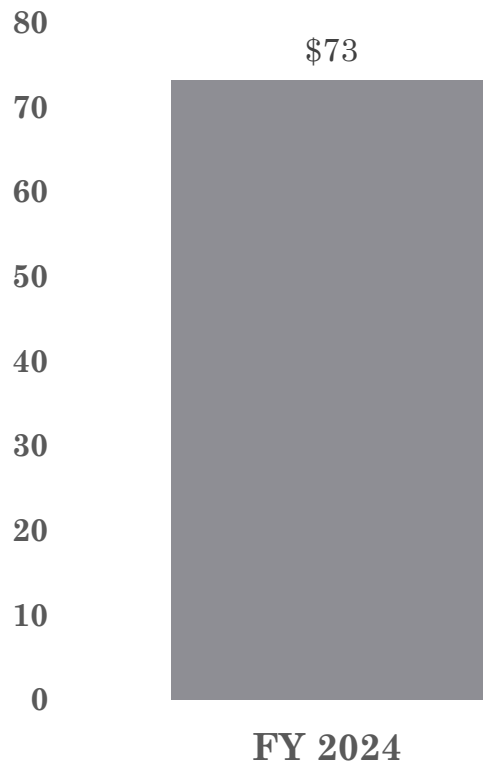
Historically, both the district's real estate tax revenue and total revenue changed less than the rate of inflation.

The projected annual inflation (CPI) rate noted above is calculated using an average of historic pre-Pandemic levels to be for comparison purposes. Local property taxes can increase/decrease due to changes in effective tax rates, property values, and collection rates.

What is Our Daily Cost

FY 2024 Per Pupil Expenditure Support

Daily Cost Per Pupil



Note: Local share is calculated using a ratio of Class I property value, effective tax rate relative to total calculated property tax revenue. It also includes income tax levies if applicable.

Note: Assumes 180 Day School Year