

TAX RATE TERMS AND DEFINITIONS

THE **ADOPTED TAX RATE** IS THE TAX RATE ADOPTED BY THE GOVERNING BODY OF A TAXING UNIT. THE TOTAL TAX RATE OF EACH TAX UNIT IS APPLIED TO THE TAXABLE VALUE TO CALCULATE THE TOTAL TAX DUE FOR EACH OWNER. TAXES ARE ASSESSED PER \$100 IN VALUE.

THE **MAINTENANCE AND OPERATIONS RATE** IS THE COMPONENT OF THE ADOPTED TAX RATE OF A TAXING UNIT THAT WILL IMPOSE THE AMOUNT OF TAXES NEEDED TO FUND MAINTENANCE AND OPERATION EXPENDITURES OF THE TAXING UNIT FOR THE FOLLOWING YEAR.

THE **NO-NEW-REVENUE RATE** IS THE TAX RATE THAT WOULD GENERATE THE SAME AMOUNT OF REVENUE IN THE CURRENT TAX YEAR AS WAS GENERATED BY A TAXING UNIT'S ADOPTED RATE IN THE PRECEDING TAX YEAR FROM PROPERTY THAT IS TAXABLE IN BOTH THE CURRENT TAX YEAR AND THE PRECEDING TAX YEAR.

THE **NO-NEW-REVENUE MAINTENANCE AND OPERATIONS** RATE IS THE TAX RATE THAT WOULD GENERATE THE SAME AMOUNT OF REVENUE FOR MAINTENANCE AND OPERATIONS IN THE CURRENT TAX YEAR AS WAS GENERATED BY A TAXING UNIT'S MAINTENANCE AND OPERATIONS RATE IN THE PRECEDING TAX YEAR FROM PROPERTY THAT IS TAXABLE IN BOTH THE CURRENT TAX YEAR AND THE PRECEDING TAX YEAR.

THE **VOTER-APPROVAL TAX RATE** IS THE HIGHEST TAX RATE A TAXING UNIT MAY ADOPT BEFORE ACQUIRING VOTER APPROVAL AT AN ELECTION. AN ELECTION WILL AUTOMATICALLY BE HELD IF A TAXING UNIT WISHES TO ADOPT A TAX RATE IN EXCESS OF THE TAXING UNIT'S VOTER-APPROVAL RATE.

*QUESTIONS MAY ALSO BE DIRECTED TO THE CHIEF APPRAISER, BRITTANY JAMESON AT 806-447-5172 OR BY EMAIL AT bjameson@collingsworthcad.org