Example of 4% to 6% Residential Penalty Cost

The following is an example and does not represent a specific property or tax district

Improvement Value: 400,000 Lot Value: 100,000 Total Value: 500,000

Total millage for the County: 125 mills (Paid by 4% Property Owners)

School Operations Millage: 98 mills

Total millage: 223 mills* (Paid by 6% Property Owners)

6% Property

4% Property

500,000 X .06 = 30,000 (AV) 500,000 X .04 = 20,000 (AV)

30,000 (AV) X 223 mills = \$6,690 20,000 (AV) X 125 mills = \$2,500

Total Taxes \$6,690 Total Taxes \$2,500

(AV) – Assessed Value

What do I owe if I am penalized for 2 years?

Interest on amount paid (1/2 of 1% per month on amount already paid)

\$2,500 X 24 months X .005%/mo. = \$300.00 \$2,500 X 12 months X .005%/mo. = \$150.00

Total Interest \$ 450.00

Re-billed for the correct amount at 6% Ratio \$6,690 X 2 (Years Penalized) = \$13,380 plus interest of \$450.00

Total Penalty Amount of >>>>> \$13,830*

^{*} Assumes no increase in millage for 2 consecutive tax years