

TOWN OF SMITHFIELD



Tax Classification System

Part 2

Estimated Effect of Revaluation

Estimated Changes in Assessments

	<u>Residential Properties</u>	<u>Commercial Properties</u>
Reduction in Assessment	15.1%	11.6%
No Change in Assessment	4.2%	23.8%
Increase in Assessment up to 5.00%	18.9%	44.5%
Increase in Assessment between 5.01%-10%	41.4%	12.6%
Increase in Assessment by more than 10%	20.4%	7.5%

Current Tax Rates

Fiscal Year 2015 – 2016

<u>CLASSES</u>	<u>RATE</u>	<u>STATE RANKING</u>
Residential Real Estate	\$17.57	25th
Commercial Real Estate	\$17.57	27th
Motor Vehicle	\$39.00	10th
Tangible Property	\$61.23	3rd

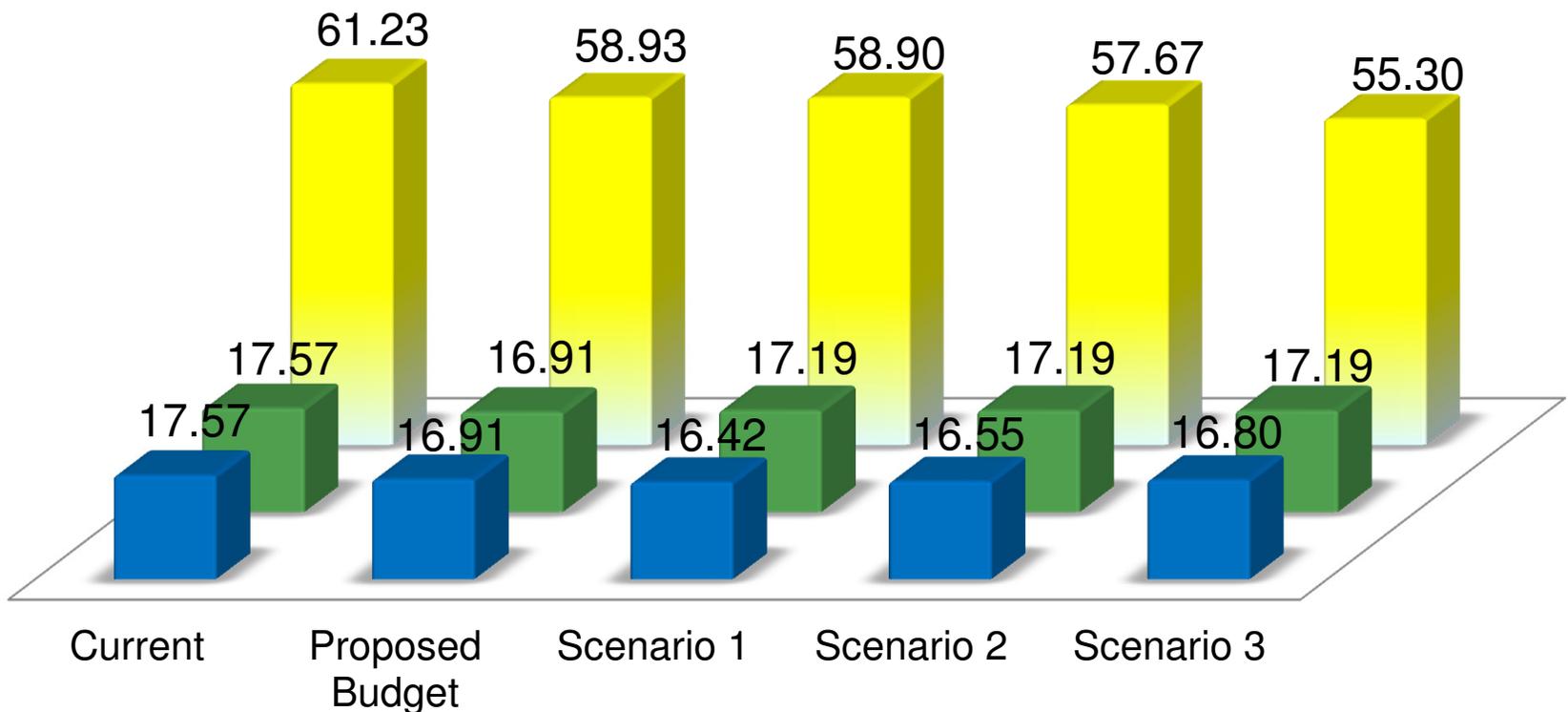
Current Tax Levy

Fiscal Year 2015 – 2016

<u>CLASSES</u>	
Real Estate	\$30,831,742
Real Estate (Frozen)	9,006,384
Motor Vehicles	6,390,032
Tangible Property	8,866,610
Total Tax Levy	<u>\$55,094,768</u>

Possible Scenarios

■ Residential Real Estate ■ Commercial Real Estate ■ Tangible Taxes

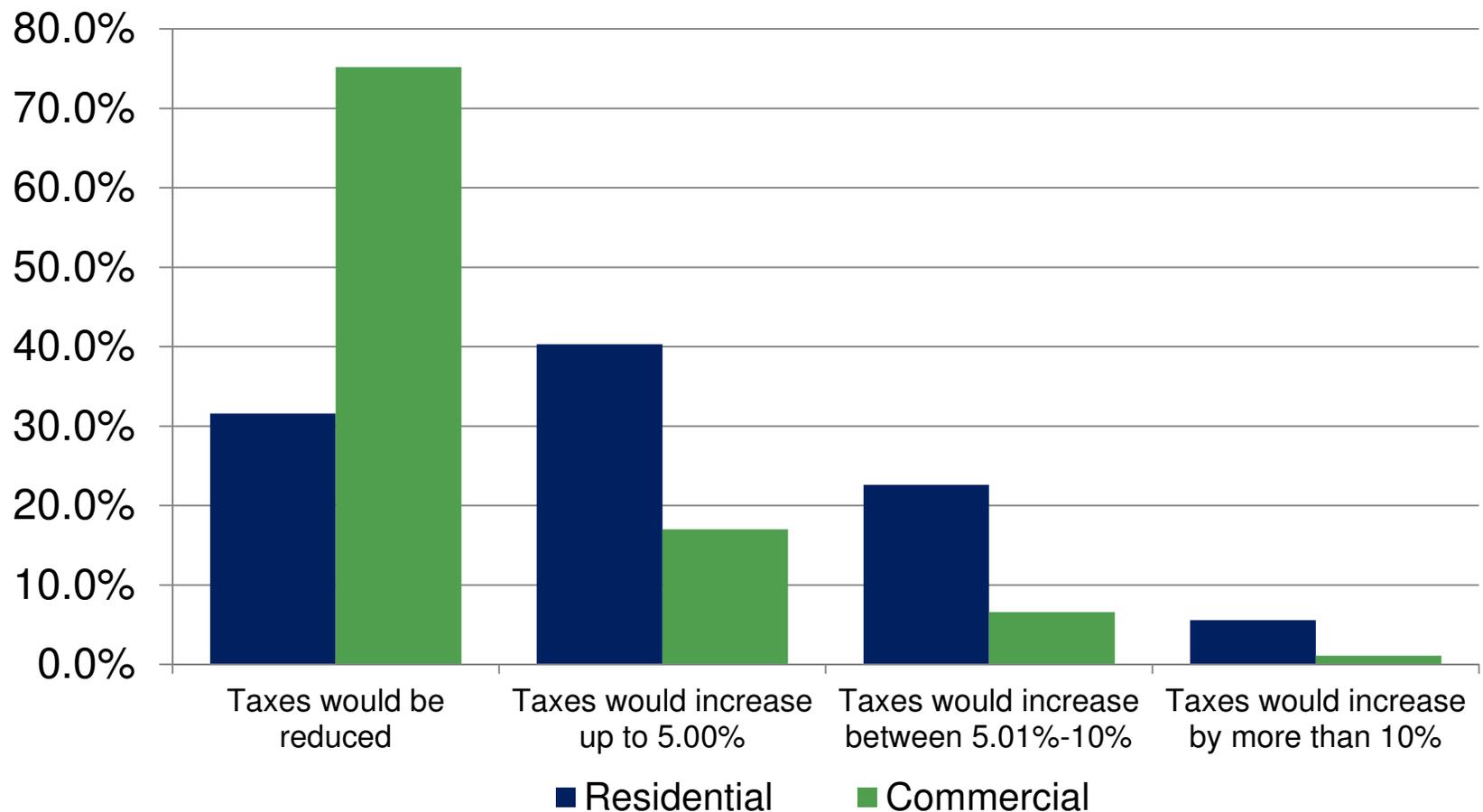


Proposed Fiscal Year 2017 Budget

Residential Rate: \$16.91
Commercial Rate: \$16.91
Tangible Property Rate: \$58.93 (-3.76%)

	<u>Residential</u>	<u>Commercial</u>
Taxes would be reduced	31.6%	75.2%
Taxes would increase up to 5.00%	40.3%	17.0%
Taxes would increase between 5.01%-10%	22.6%	6.6%
Taxes would increase by more than 10%	5.6%	1.1%

Proposed Fiscal Year 2017 Budget

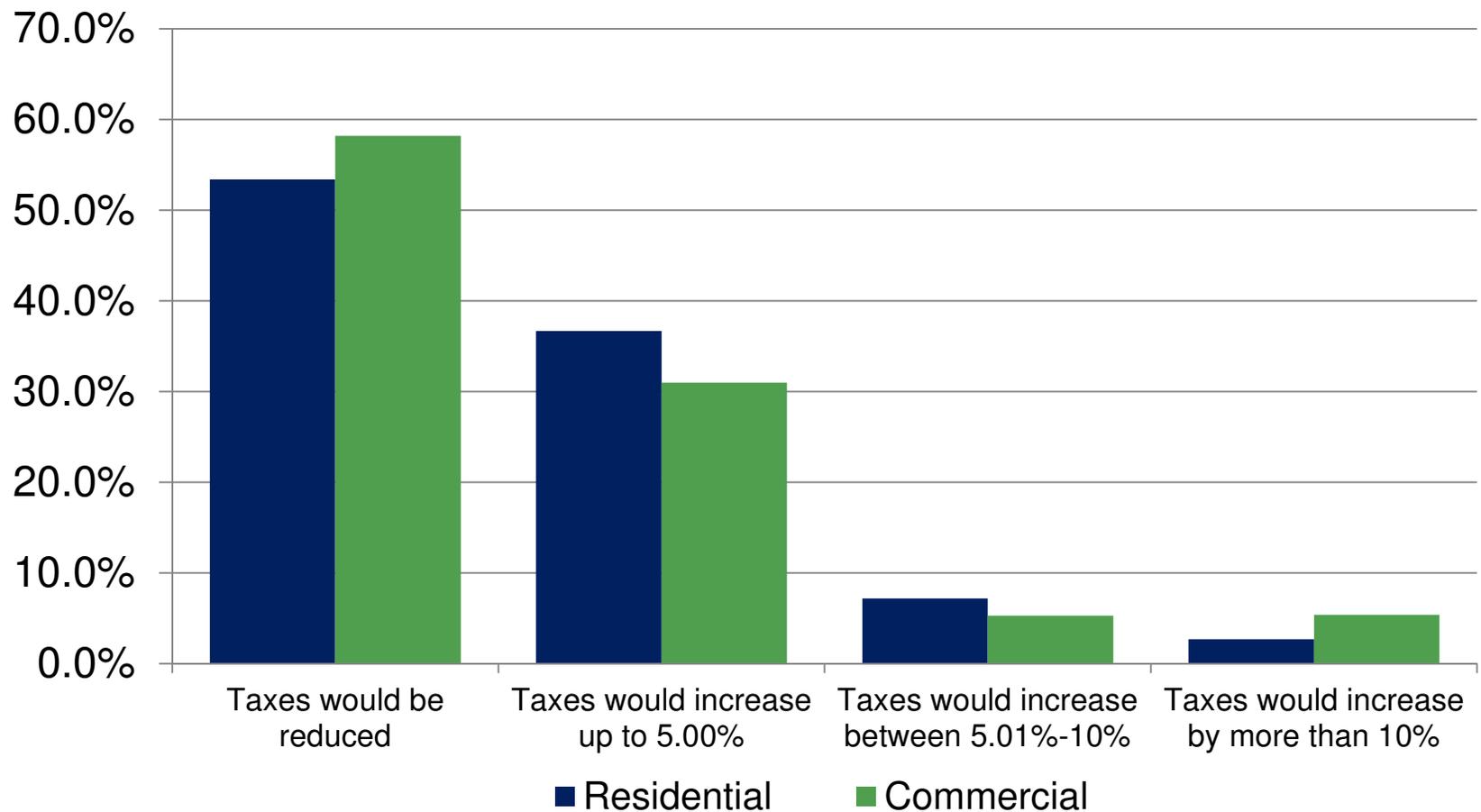


Scenario 1

Residential Rate: \$16.42
Commercial Rate: \$17.19
Tangible Property Rate: \$58.90 (-3.81%)

	<u>Residential</u>	<u>Commercial</u>
Taxes would be reduced	53.4%	58.2%
Taxes would increase up to 5.00%	36.7%	31.0%
Taxes would increase between 5.01%-10%	7.2%	5.3%
Taxes would increase by more than 10%	2.7%	5.4%

Scenario 1

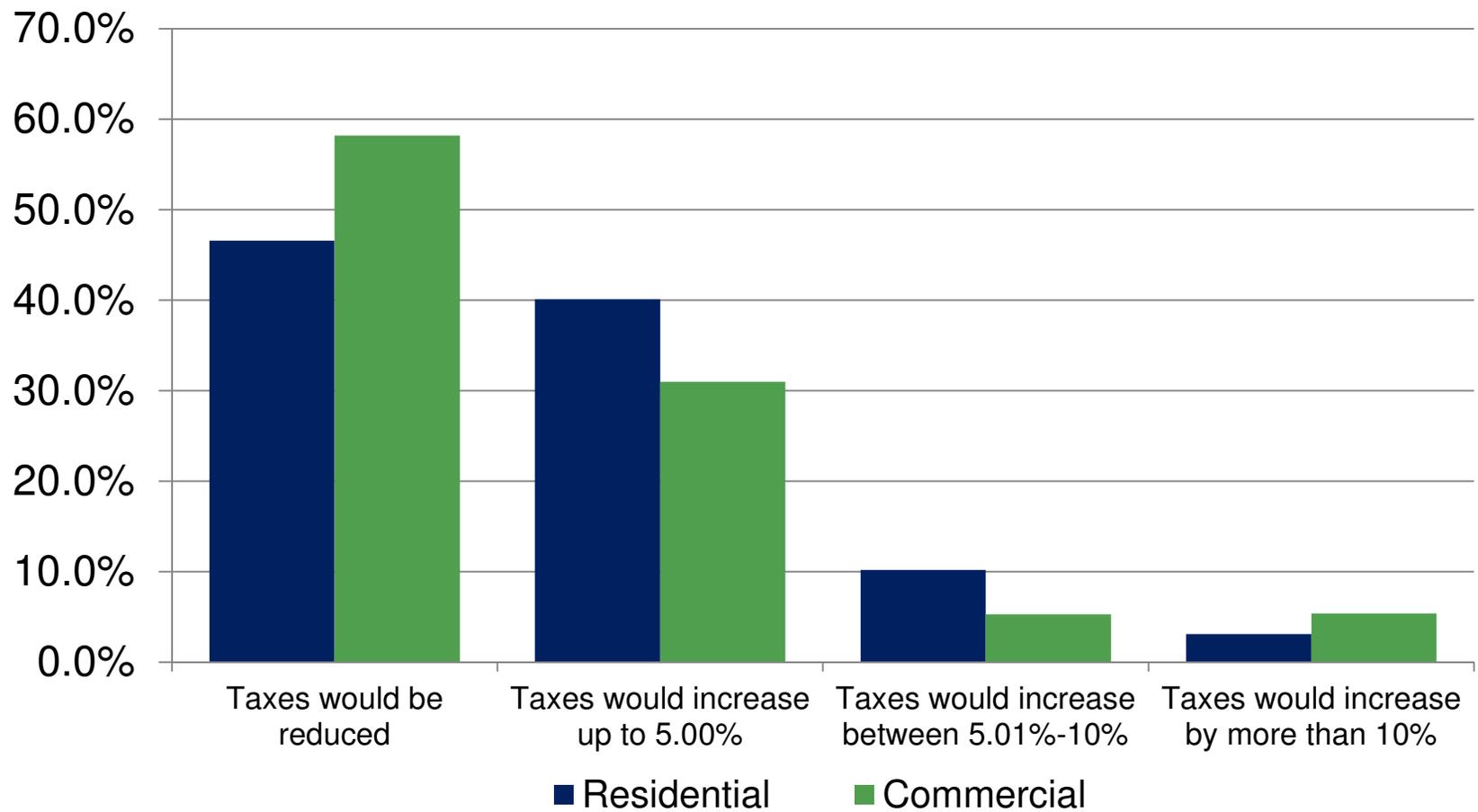


Scenario 2

Residential Rate: \$16.55
Commercial Rate: \$17.19
Tangible Property Rate: \$57.67 (-5.81%)

	<u>Residential</u>	<u>Commercial</u>
Taxes would be reduced	46.6%	58.2%
Taxes would increase up to 5.00%	40.1%	31.0%
Taxes would increase between 5.01%-10%	10.2%	5.3%
Taxes would increase by more than 10%	3.1%	5.4%

Scenario 2

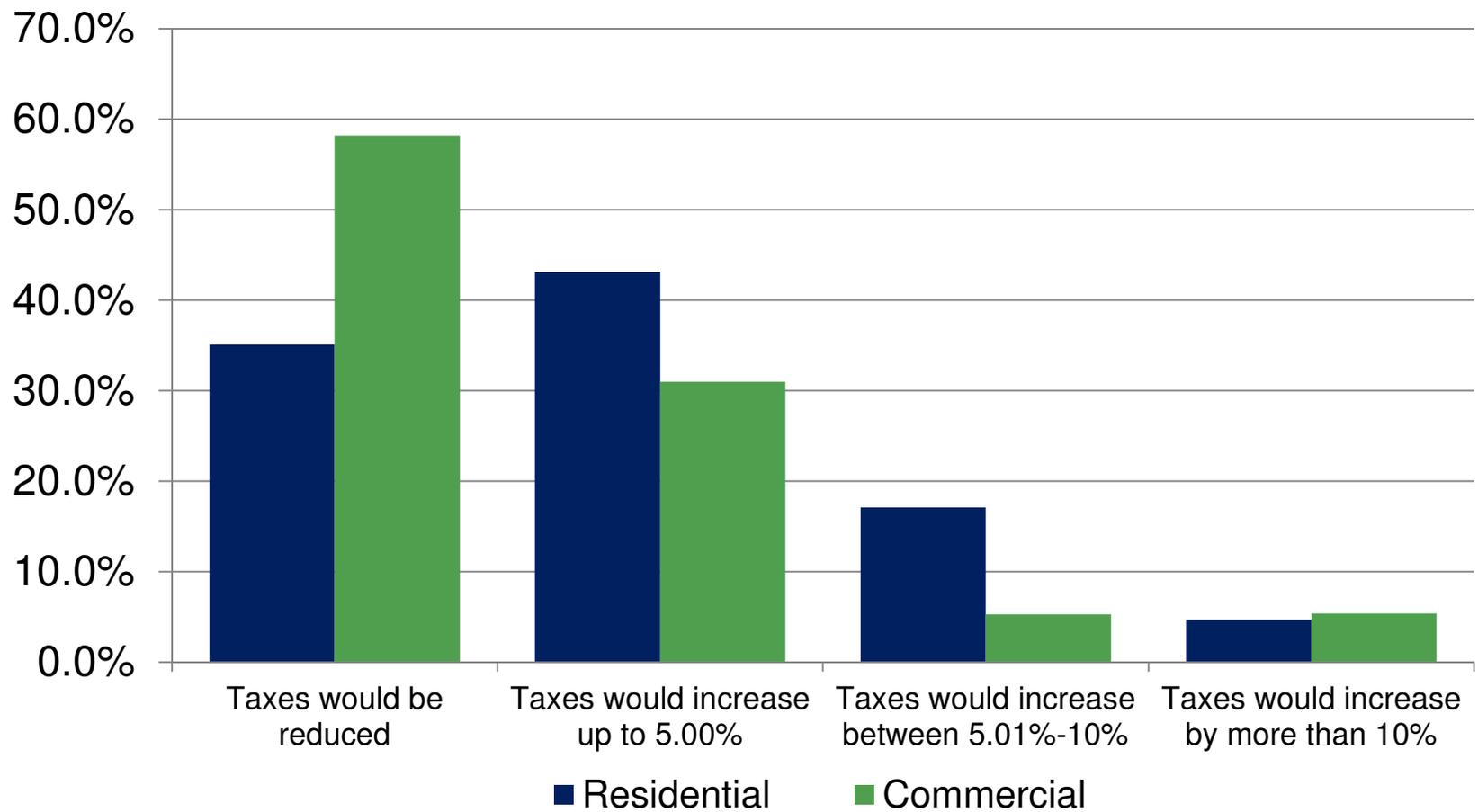


Scenario 3

Residential Rate: \$16.80
Commercial Rate: \$17.19
Tangible Property Rate: \$55.30 (-9.68%)

	<u>Residential</u>	<u>Commercial</u>
Taxes would be reduced	35.1%	58.2%
Taxes would increase up to 5.00%	43.1%	31.0%
Taxes would increase between 5.01%-10%	17.1%	5.3%
Taxes would increase by more than 10%	4.7%	5.4%

Scenario 3



Tax Classification Statewide

- A total of 23 Communities out of 39 currently have a form of tax classification including the Town of Smithfield.
- 17 Communities out of the 23 have a tax rate variation between Residential and Commercial Real Estate. (Average Variation \$6.60 per \$1,000 of Value)



Questions?

