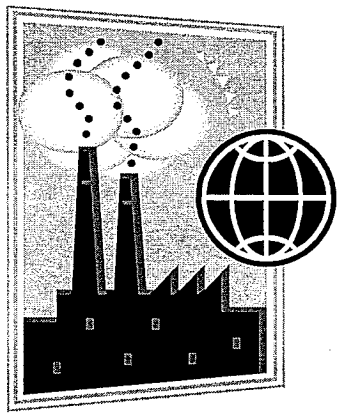
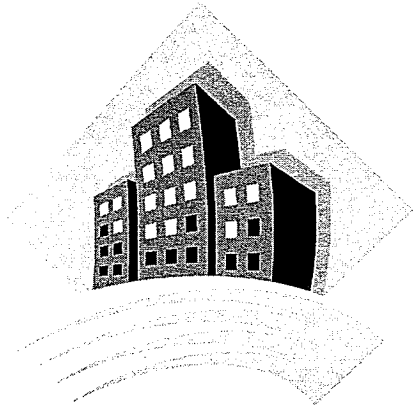
Calculating the Certified Rate in a Hypothetical Taxing Entity

Year 1

	Home	Factory	Office Building
			
Taxable Value:	$100,000	$500,000	$1,000,000

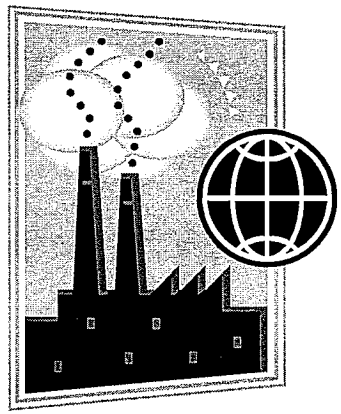
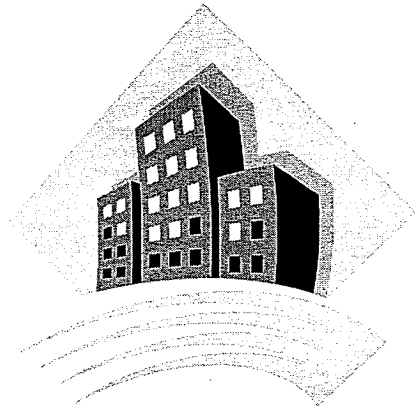
Certified Rate = Last Year's Budgeted Property Tax Revenue/This Year's Taxable Value

$$\frac{\$10,000}{\$1,600,000} = 0.006250$$

Tax:	$625	$3,125	$6,250

Calculating the Certified Rate in a Hypothetical Taxing Entity

Year 2

	Home	Factory	Office Building
			
Taxable Value:	$90,000	$500,000	$1,000,000

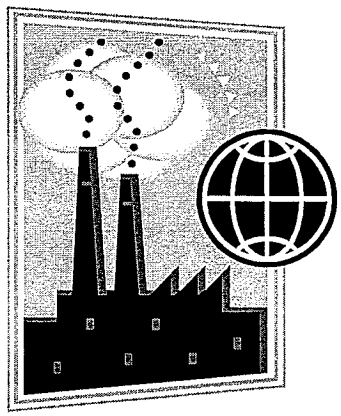
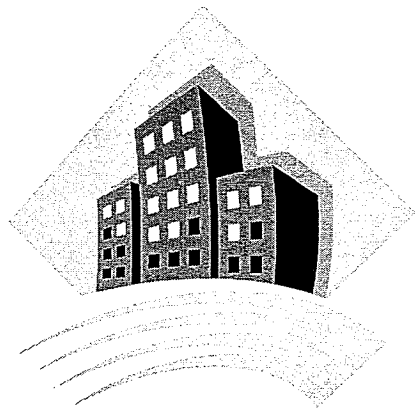
Certified Rate = Last Year's Budgeted Property Tax Revenue/This Year's Taxable Value

$$\frac{\$10,000}{\$1,590,000} = 0.006289$$

Tax This Year:	$566	$3,144	$6,289
Tax Last Year:	$625	$3,125	$6,250
Difference:	($59)	$19	$39

Calculating the Certified Rate in a Hypothetical Taxing Entity

Year 3

	Home	Factory	Office Building
			
Taxable Value:	$90,000	$500,000	$900,000

Certified Rate = Last Year's Budgeted Property Tax Revenue/This Year's Taxable Value

$$\frac{\$10,000}{\$1,490,000} = 0.006711$$

Tax This Year:	$603	$3,355	$6,039
Tax Last Year:	$566	$3,144	$6,289
Difference:	$37	$211	($250)