

Water District

Notice of Public Hearing on Tax Rate

The Palo Duro Water District will hold a public hearing on a proposed tax rate for the tax year 2021 on September 14, 2021 at 2 PM at Palo Duro Water District Board Room. Your individual taxes may increase at a greater or lesser rate, or even decrease, depending on the tax rate that is adopted and on the change in the taxable value of your property in relation to the change in taxable value of all other property. The change in the taxable value of your property in relation to the change in the taxable value of all other property determines the distribution of the tax burden among all property owners.

For the proposal:	Gene Legg Jay Goodwin Loren Tooley	Gary Bain Bob Tolleson
-------------------	--	---------------------------

Against the proposal:

Present and not voting: Roger Odegaard

Absent:	Paul Stavlo Chuck Ball	Lee Gibson
---------	---------------------------	------------

The following table compares taxes on an average residence homestead in this taxing unit last year to taxes proposed on the average residence homestead this year.

	Last Year	This Year
	\$0.013376/\$100 <small>Adopted</small>	\$0.013222/\$100 <small>Proposed</small>
Total tax rate (per \$100 of value)		
Difference in rates per \$100 of value		\$-0.000154
Percentage increase/decrease in rates(+/-)		-1.15%
Average residence homestead appraised value	\$96,503	\$105,087
General homestead exemptions available (excluding 65 years of age or older or disabled person's exemptions)	\$5,000	\$5,254
Average residence homestead taxable value	\$91,503	\$99,833
Tax on average residence homestead	\$12.24	\$13.20
Annual increase/decrease in taxes if proposed tax rate is adopted(+/-) and percentage of increase (+/-)		\$0.96 7.84%

If the proposed combined debt service, operation and maintenance, and contract tax rate requires or authorizes an election to approve or reduce the tax rate the Palo Duro Water District of Palo Duro Water District proposes to use the tax increase for the purpose of .

NOTICE OF VOTE ON TAX RATE

If the district adopts a combined debt service, operation and maintenance and contract tax rate that would result in the taxes on the average residence homestead increasing by more than eight percent, an

election must be held to determine whether to approve the operation and maintenance tax rate under Section 49.23601, Water Code.

The 86th Texas Legislature modified the manner in which the voter-approval tax rate is calculated to limit the rate of growth of property taxes in the state.