

H.480 As Passed by the Senate – May 13, 2003

Tax Rate Calculation Example:

Base rate = \$1.17

Base payment = \$7,000

District A: spends \$6,600: $\$6,600 / \$7,000 = 94\% \times \$1.17 = \1.10

District B: spends \$7,000: $\$7,000 / \$7,000 = 100\% \times \$1.17 = \1.17

District C: spends \$7,700: $\$7,700 / \$7,000 = 110\% \times \$1.17 = \1.29

District D: spends \$8,400: $\$8,400 / \$7,000 = 120\% \times \$1.17 = \1.40

Income Sensitivity Calculation Example:

Base income sensitivity = 2.1%

District A: spends \$6,600: $\$6,600 / \$7,000 = 94\% \times 2.1\% = 2.0\%$

District B: spends \$7,000: $\$7,000 / \$7,000 = 100\% \times 2.1\% = 2.1\%$

District C: spends \$7,700: $\$7,700 / \$7,000 = 110\% \times 2.1\% = 2.3\%$

District D: spends \$8,400: $\$8,400 / \$7,000 = 120\% \times 2.1\% = 2.5\%$