

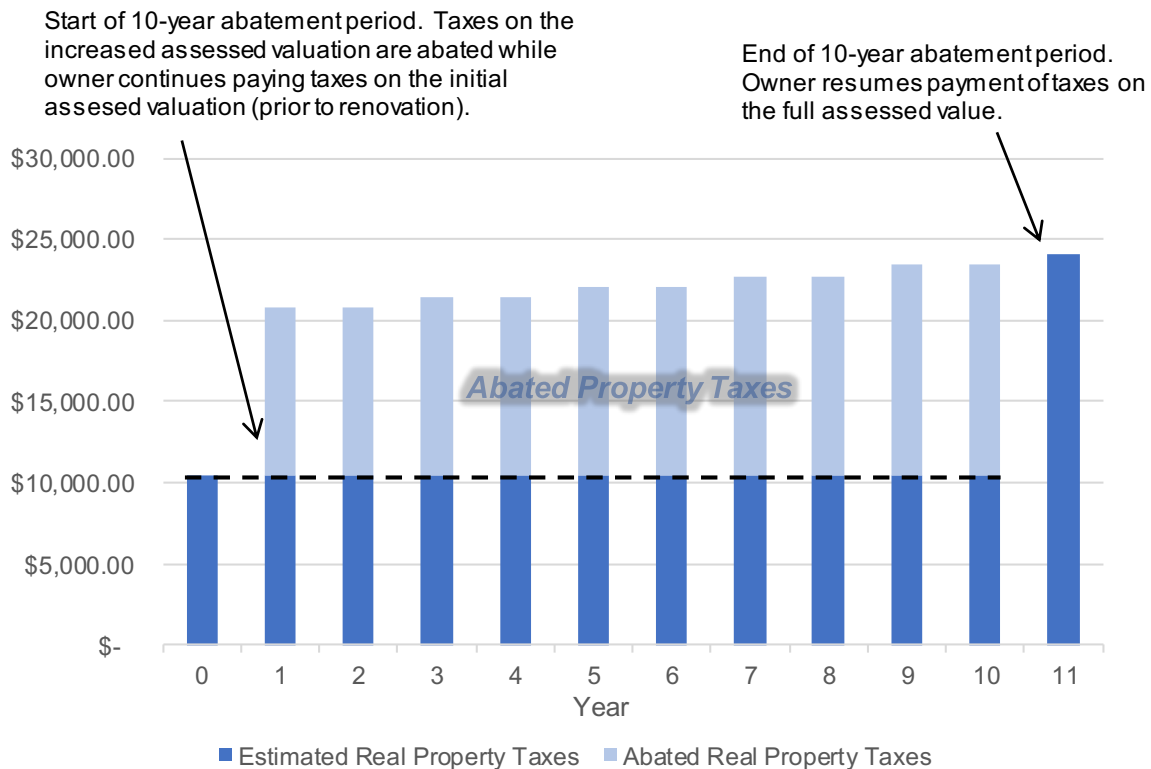
GAP Redevelopment Plan LCRA/Chapter 99 Abatement COMMERCIAL EXAMPLE

You own a commercial property located within the Grant Avenue Parkway Redevelopment Area that is valued at about \$500,000. You decide to invest about \$500,000 into improving or redeveloping that property. The charts below explain the change in property tax rate you might expect from that improvement and how applying for LCRA program might impact you.

	Prior to Renovation	After Renovation (Year 1)
Appraised Value	\$ 500,000	\$ 1,000,000
Assessed Value (32% of appraised value)	\$ 160,000	\$ 320,000
Total Tax Levy*	\$ 6.5012	\$ 6.5012
Estimated Real Property Tax	\$ 10,401.92	\$ 20,803.84

Change in Value following Reassessment (every other year): 3%

**Per \$100 of assessed valuation. Levies set annually and are subject to change.*



In this example, if you applied for Chapter 99 real property tax abatement, the assessed value of your property would be frozen the level prior to renovation. You could save approximately \$117,000 in real property taxes over a 10-year period.