



OFFICE OF THE GOVERNOR
DEPARTMENT FOR LOCAL GOVERNMENT

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Governor

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Dennis Keene
Commissioner

TO: The Honorable Queenie Averette
Jefferson County Judge/Executive

FROM: Robert O. Brown R.B.
State Local Finance Officer

DATE: August 25, 2020

SUBJECT: 2020 Assessment Information

The certification of ad valorem tax rates and revenue in accordance with KRS 68.245 through 68.249 for your county is attached.

The assessments to be used for advertising purposes are as follows:

Table with 2 columns: Assessment Category and Amount. Categories include Real Estate, Tangible Personal Property, Public Service Companies, Distilled Spirits, Insurance Shares, Motor Vehicles, Watercraft, Tobacco in Storage, Other Agricultural Products, Aircraft, and Inventory in Transit.

*Inventory in Transit is exempted from local tax and is not included in Tangible Personal Property. Unless action is taken by a special taxing district to exempt, Inventory in Transit is taxed.

**Tangible items not included in Tangible Personal Property. May be taxed or exempted at local option.

If you have not sent a copy of your adopted budget to this office previously, after adoption of tax rates and adoption of the budget, please send a copy to this office.

cc: County Clerk



An Equal Opportunity Employer M/F/D

Rate Calculation Worksheet

Jefferson

Applicable to Counties, Special Taxing Districts and Cities

Fiscal Court

Information Needed:

1) 2019 Actual Tax Rate (per \$100) Real Property	12.58
2) 2019 Actual Tax Rate (per \$100) Personal Property	16.60
3) 2019 Total Property Subject to Rate	74,090,731,492
4) 2019 Real Property Subject to Rate	66,570,418,672
5) 2020 Total Property Subject to Rate	75,477,631,297
6) 2020 Real Property Subject to Rate	68,276,511,612
7) 2020 New Property (KRS 132.010)	826,473,334
8) 2020 Increase in HEX, 2020 over 2019	68,756,700
9) 2019 Personal Property Subject to Rate	7,520,312,820
10) 2020 Personal Property Subject to Rate	7,201,119,685
11) 2019 Motor Vehicle Assessment	5,673,034,581
12) 2020 Motor Vehicle Assessment	5,724,205,515
13) 2019 Watercraft Assessment	72,743,703
14) 2020 Watercraft Assessment	98,644,813

I. Compensating Rate for 2020 (KRS 132.010(6)):

$$\begin{array}{rcl}
 66,570,418,672 \text{ div by } 100 & \text{multiplied by} & 12.58 \\
 \text{Item 4} & & \text{Item 1} \\
 & & = \\
 & & 83,745,587 \\
 & & \text{**A**}
 \end{array}$$

$$\begin{array}{rcl}
 83,745,587 & \text{divided by} & 67,450,038,278 \\
 \text{**A**} & & \text{Item 6 minus Item 7} \\
 & \text{multiplied by } 100 & = \\
 & & 12.50 \\
 & & \text{Rate I(Round up)} \\
 & & 12.4159
 \end{array}$$

Check for minimum revenue limit on compensating rate for 2020 (KRS 132.010(6)):

$$\begin{array}{rcl}
 75,477,631,297 & \text{divided by } 100 & \text{multiplied by} & 12.50 & = & 94,347,039 \\
 \text{Item 5} & & & \text{Rate I} & & \text{Total 2020 Revenue}
 \end{array}$$

$$\begin{array}{rcl}
 66,570,418,672 & \text{divided by } 100 & \text{multiplied by} & 12.58 & = & 83,745,587 \\
 \text{Item 4} & & & \text{Item 1} & & \text{2019 Revenue (RE)}
 \end{array}$$

$$\begin{array}{rcl}
 7,520,312,820 & \text{divided by } 100 & \text{multiplied by} & 16.60 & = & 12,483,719 \\
 \text{Item 9} & & & \text{Item 2} & & \text{2019 Revenue (PP)}
 \end{array}$$

96,229,306
Grand Total 2019 Revenue

$$\begin{array}{rcl}
 96,229,306 & \text{divided by} & 75,477,631,297 & \text{multiplied by } 100 & = & 12.8 \\
 \text{Total 2019 Revenue} & & \text{Item 5} & \text{Substitute for Rate I (Round up)} & & 12.749
 \end{array}$$

II. Rate Allowing 4% Increase in Revenue from Real Property (KRS 68.245(6)):

$$\begin{array}{rcl}
 67,450,038,278 & \text{divided by } 100 & \text{multiplied by} & 12.80 & = & 86,336,049 \\
 \text{Item 6 minus Item 7} & & & \text{Rate I} & & \text{**B**}
 \end{array}$$

$$\begin{array}{rcl}
 86,336,049 & \text{multiplied by } 1.04 & \text{divided by} & 67,450,038,278 & = & 13.30 \\
 \text{**B**} & & & \text{Item 6 minus Item 7} & & \text{Rate II (Round Down)} \\
 & & & & & 13.3120
 \end{array}$$

Permissible Ad Valorem Tax Revenue 2020-21

2019 ASSESSED VALUE OF PROPERTY SUBJECT TO FULL LOCAL RATES

Line 1. Real Estate		65,642,158,047
Line 2. Tangible (Personalty)		5,289,566,495
Line 3. P.S. Corporation - Real Estate		928,260,625
Line 4. P.S. Corporation - Tangible (Personalty)		1,947,335,979
Line 5. Distilled Spirits (Personalty)		283,410,346
Line 6. Net Change in Homestead Exemptions		
2020	2,553,579,750	
- 2019	2,484,823,050	- 68,756,700
Line 7. Total (Line 1 through Line 6)		74,021,974,792

2020 NET ASSESSMENT GROWTH

Line 8. Real Estate		948,376,306
Line 9. New Property PVA	786,674,553	
PSC	39,798,781	826,473,334
Line 10. Tangible (Personalty)		-279,367,740
Line 11. P.S. Corporation - Real Estate		0
Line 12. P.S. Corporation - Tangible (Personalty)		-15,691,595
Line 13. Distilled Spirits (Personalty)		-24,133,800
Line 14. Total Growth (Line 8 through Line 13)		1,455,656,505
Line 15. Total Assessed Value Subject to Full Local Rates (Line 7 plus Line 14)		75,477,631,297

REAL PROPERTY

Compensating Rate*	12.80
Revenue	87,393,935
4% Increase**	13.30
Revenue	90,807,760

I hereby certify the above local ad valorem tax rates and revenue for real property to Jefferson County in accordance with KRS 68.245 this the 25th day of August, 2020.

Robert O. Brown
State Local Finance Officer

	<u>WATER</u>	<u>MOTOR</u>
	<u>CRAFT</u>	<u>VEHICLES</u>
Informational Only	16.60	16.60
Revenue	163,750	9,502,181

* No hearing required - no recall
** Hearing required - no recall

COUNTY: Jefferson

DISTRICT: Fiscal Court

Personal Property Tax Rate Calculation Worksheet

Pursuant to KRS 68.248, KRS 132.024, KRS 132.029
Applicable to Counties, Special Taxing Districts and Cities

Information Needed:

1)	2019 Actual Tax Rate (per \$100) Real Property	<u>.1258</u>
2)	2019 Actual Tax Rate (per \$100) Personal Property	<u>.1660</u>
3)	2020 ACTUAL TAX RATE (per \$100) Real Property	<u> </u>
4)	2019 Real Property Subject to Rate	<u>66,570,418,672</u>
5)	2020 Real Property Subject to Rate	<u>68,276,511,612</u>
6)	2019 Personal Property Subject to Rate	<u>7,520,312,820</u>
7)	2020 Personal Property Subject to Rate	<u>7,201,119,685</u>

***STAGE ONE:**

$$\frac{68,276,511,612}{5} \text{ Divided by } 100 \times \frac{\quad}{3} = \frac{\quad}{\quad} \text{ A (2019 Revenue (RE))}$$
$$\frac{66,570,418,672}{4} \text{ Divided by } 100 \times \frac{.126}{1} = \frac{\$83,745,587}{\quad} \text{ B (2018 Revenue (RE))}$$
$$\text{A} \text{ minus } \text{B} = \text{C (Revenue \$ Increase over Prior Year (RE))}$$
$$\text{C} \text{ divided by } \text{B} = \text{D (Revenue \% Increase over Prior Year (RE))}$$

***STAGE TWO:**

$$\frac{7,201,119,685}{7} \text{ Divided by } 100 \times \frac{\quad}{3} = \frac{\quad}{\quad} \text{ E (2019 Revenue (PP))}$$
$$\frac{7,520,312,820}{6} \text{ Divided by } 100 \times \frac{.1660}{2} = \frac{\$12,483,719}{\quad} \text{ F (2018 Revenue (PP))}$$
$$\text{E} \text{ minus } \text{F} = \text{G (Revenue \$ Increase over Prior Year (PP))}$$
$$\text{G} \text{ divided by } \text{F} = \text{H (Revenue \% Increase over Prior Year (PP))}$$

***STAGE THREE:**

Option One:

If $\frac{H}{3}$ is greater than or equal to $\frac{D}{3}$ the maximum personal tax rate for 2019 is $\frac{D}{3}$.

Option Two:

If $\frac{H}{3}$ is less than $\frac{D}{3}$ Option Two may be utilized.

$$\frac{F}{J} \times \frac{D+1.0}{7} = \frac{\text{J (2019 Revenue) \$ Max (PP)}}{\quad}$$
$$\text{J} \text{ divided by } \frac{7,201,119,685}{7} \times 100 = \text{Maximum 2019 tax rate (PP)}$$

Option Three:

The local agency always has the option of setting a personal property tax rate less than the tax rate for real property.

WORKSHEET FOR CERTIFICATION ASSESSMENT FOR LOCAL GOVERNMENT

CLASS OF PROPERTY

REAL ESTATE, TANGIBLE PERSONALTY, PUBLIC SERVICE AND DISTILLED SPIRITS

A 2019 Assessment of Adjusted Property At Full Rates			74,090,731,492						
Net Change in	2020	2,553,579,750							
B 2020 Homestead Exemptions	2019	2,484,823,050	68,758,700						
C 2019 Adjusted Tax Base			74,021,974,792						
D 2020 Net Assessment Growth			1,455,656,505						
E 2020 Total Valuation of Adjusted Property at Full Rates			75,477,631,297						
	Property Subject to Taxation 2019	Net Assessment Growth	Property Subject to Taxation 2020						
F Real Estate	\$65,642,158,047	1,735,050,859	\$67,308,452,206						
G Tangible Personally	5,289,568,495	(279,367,740)	5,010,198,755						
H P.S. Co-Real Estate-Effective	928,260,625	39,798,781	968,059,406 *						
P.S. Co.-Real Estate-100%	932,568,296	39,233,930	971,802,226 *						
I P.S. Co.-Tang.-Effective	1,947,335,979	(15,691,595)	1,931,644,384 *						
P.S. Co.-Tang.-100%	2,268,612,415	38,403,417	2,307,015,832 *						
J Distilled Spirits	283,410,346	(24,133,800)	259,276,546						
K Electric Plant Board	-	-	-						
L Insurance Shares	-	-	-						
M Motor Vehicles - Includes Public Service Motor Vehicles	5,673,034,581		5,724,205,515						
N Watercraft	72,743,703		98,644,813						
Net New Property:	PVA Real Estate		786,674,553						
	P. S. Co. Real Estate-Effective		39,798,781 *						
Unmined Coal			-						
Tobacco in Storage			-						
Other Agricultural Products			129,802						
<p>The following tangible items are not included in line G. Aircraft and watercraft assessment may be taxed or exempted at your option. Inventory in transit may be taxed only by special districts.</p> <table border="1"> <tr> <td>Aircraft(Recreational & Non-Commercial)</td> <td>106,703,016</td> </tr> <tr> <td>Watercraft(Non-Commercial)</td> <td>3,416,878</td> </tr> <tr> <td>Inventory in transit</td> <td>3,154,617,499</td> </tr> </table>				Aircraft(Recreational & Non-Commercial)	106,703,016	Watercraft(Non-Commercial)	3,416,878	Inventory in transit	3,154,617,499
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Watercraft(Non-Commercial)	3,416,878								
Inventory in transit	3,154,617,499								
2019 R. E. Exonerations & Refunds			35,419,978						
2019 Tangible Exonerations & Refunds			350,558,498						

* Estimated Assessment
+ Increase Exonerations

I, Thomas S. Crawford, Executive Director, Office of Property Valuation, certify that the above total is the equalized assessment of the different classes of property and the total assessment of JEFFERSON County as made by the Office of Property Valuation for 2020, subject to any increases or decreases that may hereafter be made as a result of the appeals to the Kentucky Board of Tax Appeals.

Witness my hand this

8/25/2020



Thomas S. Crawford, Executive Director
Office of Property Valuation
Finance and Administration Cabinet