

## HOW WOULD PROPERTY TAX PERCENTAGES WORK?

Current Class 9 rate 12%

Current Class <sup>14</sup> renewable energy rate 3%

Currently, if centrally assessed value of one mile of transmission line is 1 million dollars per mile, then an entity would be paying \$120,000 per year in property tax if it pays the Class 9 rate.

Currently, if centrally assessed value of one mile of transmission line is 1 million dollars per mile, then an entity would be paying \$30,000 per year in property tax if it pays the Class 14 renewable energy rate.

Currently, if centrally assessed value of one mile of transmission line is 1 million dollars per mile and 50% of electrical transmission is based on a Class 14 renewable energy rate and 50% is based on a conventional or Class 9 rate, then an entity would be paying \$75,000 per year in property tax ( 1/2 mile at Class 14 rate (\$15,000) and 1/2 mile at Class 9 rate (\$60,000)

### WITH THIS BILL:

If centrally assessed value of one mile of transmission line is 1 million dollars per mile and 100% of electrical transmission is based on a Class 14 renewable energy rate, and the entity reaches a voluntary property acquisition agreement with the property owner for that one mile, then the entity would be paying \$20,000 per mile per year in property tax ( Class 14 rate (3%) minus 1 point = 2% X 1 million = \$20,000) ( this compares with \$30,000 per mile currently)

If centrally assessed value of one mile of transmission line is 1 million dollars per mile and 50% of electrical transmission is based on a Class 14 renewable energy rate and 50% is based on a conventional or Class 9 rate, and the entity reaches a voluntary property acquisition agreement with the property owner for that one mile, then the entity would be paying \$65,000 per mile per year ( 1/2 mile at Class 14 rate minus 1 point equals \$10,000 ) and( 1/2 mile at Class 9 rate minus 1 point equals \$55,000) ( this compares with \$75,000 per mile currently)

If centrally assessed value of one mile of transmission line is 1 million dollars per mile, for no matter what kind of transmission on that line and the entity uses condemnation to obtain that one mile of property, then an entity would be paying \$150,000 per year in property tax per mile ( 1 mile at Class 9 rate plus 3 points equals \$150,000 per year)