

Local Option Exemptions Homestead and Over 65/Disabled

Section 11.13 (n) In addition to any other exemptions provided by this section, an individual is entitled to an exemption from taxation by a taxing unit of a percentage of the appraised value of his residence homestead if the exemption is adopted by the governing body of the taxing unit before July 1 in the manner provided by law for official action by the body. If the percentage set by the taxing unit produces an exemption in a tax year of less than \$5,000 when applied to a particular residence homestead, the individual is entitled to an exemption of \$5,000 of the appraised value. The percentage adopted by the taxing unit may not exceed 20 percent.

Also, Tax Code Section 11.13 (d) allows any taxing unit to adopt a local option residence homestead exemption for **individuals who are disabled or is 65 or older**. This local option exemption cannot be less than \$3,000.

Governing body must adopt before July 1

**The City of Richwood
currently offers a
\$25,000 exemption for
those over 65**

	HS*	OV65^	DP^
Alvin	1.0%	\$55,000.00	\$55,000.00
Angleton	2.0%	\$50,000.00	\$50,000.00
Brazoria	-	\$30,000.00	\$30,000.00
Clute	20.0%	\$40,000.00	\$40,000.00
Danbury	-	\$15,000.00	-
Freeport	20.0%	\$80,000.00	\$80,000.00
Iowa Colony	10.0%	\$40,000.00	\$40,000.00
Jones Creek	20.0%	\$75,000.00	\$75,000.00
Lake Jackson	-	\$75,000.00	\$75,000.00
Oyster Creek	20.0%	\$40,000.00	\$40,000.00
Pearland	2.5%	\$40,000.00	\$40,000.00
Richwood	-	\$25,000.00	-
Surfside	20.0%	\$75,000.00	\$75,000.00
Sweeny	-	\$25,000.00	\$20,000.00
W Columbia	-	\$40,000.00	\$10,000.00
*min \$5,000 ^ min \$3,000			

Local Homestead Exemption Option Analysis City of Richwood 2022 Preliminary Values					Local Over65 Exemption Option Analysis City of Richwood 2022 Preliminary Values					Local Disabled Persons Exemption Option Analysis City of Richwood 2022 Preliminary Values				
Property Count with General Homestead Exemption					Property Count with Over65 Exemption					Property Count with Disabled Persons Exemption				
Appraised Value														
Exempted Values at 1%, 2% and 3% Local Homestead Options					Exempted Values for Local Over65 Exemption					Exempted Values for Local Disabled Persons Exemption				
1% Local Exemption					10,000 Exemption					10,000 Exemption				
2% Local Exemption					25,000 Exemption					25,000 Exemption				
3% Local Exemption					50,000 Exemption					50,000 Exemption				
					75,000 Exemption					75,000 Exemption				
					100,000 Exemption					100,000 Exemption				
Estimated Tax Levy Lost Using 2021 Adopted Tax Rate					Estimated Tax Levy Lost Using 2021 Adopted Tax Rate					Estimated Tax Levy Lost Using 2021 Adopted Tax Rate				
1% Local Exemption					10,000 Exemption					10,000 Exemption				
2% Local Exemption					25,000 Exemption					25,000 Exemption				
3% Local Exemption					50,000 Exemption					50,000 Exemption				
					75,000 Exemption					75,000 Exemption				
					100,000 Exemption					100,000 Exemption				
Average \$ Exemption Per Homestead Parcel					Average \$ Exemption Per Over65 Parcel					Average \$ Exemption Per Disabled Persons Parcel				
1% Local Exemption					10,000 Exemption					10,000 Exemption				
2% Local Exemption					25,000 Exemption					25,000 Exemption				
3% Local Exemption					50,000 Exemption					50,000 Exemption				
					75,000 Exemption					75,000 Exemption				
					100,000 Exemption					100,000 Exemption				
Note: As of January 1, 2022, a homestead exemption can be prorated on as of the date the owner acquires the property. This means there could be additional homesteads added during the year.					Staff Recommendation									