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			Loc	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 Ho	mestead Exemption	1,007		Property (Count with Ove	r 65 Exemption 292	Pro	perty Count with	Disabled Persor	ns Exemption
	Appraised Value			-				, ,		
Exempted Values at 1%, 2%	and 3% Local Homes	stead Options	Exem	pted Values for Lo	ocal Over65 Exe	mption	Exempted \	Values for Local D	isabled Persons	Exemption
1% Local Exemption	on \$2,457,497		1	.0,000 Exemption	\$ 2,920,000			10,000 Exemption	\$ 780,000	
2% Local Exemption				25,000 Exemption				25,000 Exemption		
3% Local Exemption				0,000 Exemption				50,000 Exemption		
			7	5,000 Exemption	\$ 21,900,000			75,000 Exemption	\$ 5,850,000	
			10	00,000 Exemption	\$ 29,200,000		10	00,000 Exemption	\$ 7,800,000	
Estimated Tax Levy Lost	Using 2021 Adopted	I Tax Rate	Estimated	l Tax Levy Lost Usi	ing 2021 Adopto	ed Tax Rate	Estimated	Tax Levy Lost Usi	ng 2021 Adopte	d Tax Rate
1% Local Exemption \$2,457,49	7 0.652278/\$100	\$16,029.71	10,000 Exemption	\$ 2,920,000	0.652278/\$100	\$ 19,046.52	10,000 Exemption	\$ 780,000	0.652278/\$100	\$ 5,087.77
2% Local Exemption \$5,718,20	2 0.652278/\$100	\$37,298.57	25,000 Exemption	\$ 7,300,000	0.652278/\$100	\$ 47,616.29	25,000 Exemption	\$ 1,950,000	0.652278/\$100	\$12,719.42
3% Local Exemption \$7,582,69	5 0.652278/\$100	\$49,460.25	50,000 Exemption		0.652278/\$100	\$ 95,232.59	50,000 Exemption		0.652278/\$100	\$25,438.84
			75,000 Exemption		0.652278/\$100		75,000 Exemption		0.652278/\$100	
			100,000 Exemption	\$ 29,200,000	0.652278/\$100	\$ 190,465.18	100,000 Exemption	\$ 7,800,000	0.652278/\$100	\$50,877.68
Average \$ Exemption	on Per Homestead P	arcel	Av	erage \$ Exemptio	n Per Over65 Pa	arcel	Average	\$ Exemption Per	Disabled Persor	is Parcel
1% Local Exemption	on \$ 16	per parcel	1	.0,000 Exemption	\$ 65.23			10,000 Exemption	\$ 65.23	
2% Local Exemption	on \$ 37	per parcel	2	25,000 Exemption	\$ 163.07			25,000 Exemption	\$ 163.07	
3% Local Exemption	on \$ 49	per parcel	5	0,000 Exemption	\$ 326.14			50,000 Exemption	\$ 326.14	
			7	5,000 Exemption	\$ 489.21			75,000 Exemption	\$ 489.21	
			10	00,000 Exemption	\$ 652.28		10	00,000 Exemption	\$ 652.28	
Note: As of January 1, 2022, a	-		on as of the date the own eads added during the yea	•		Staff Recom	nmendation			