

MILLAGE COMPARISON

| | FY 08 | | FY 09 | |
|-----------------------------------|-----------------------|----------------------|-----------------------|----------------------|
| | <u>ADOPTED</u> | | <u>ADOPTED</u> | |
| | MILLAGE | LEVY | MILLAGE | LEVY |
| COUNTYWIDE | | | | |
| OPERATING | | | | |
| General Revenue Fund | 5.5831 | \$490,458,518 | 5.7439 | \$480,731,070 |
| Environ. Sensitive Lands | 0.1615 | 14,187,289 | 0.0000 | 0 |
| TOTAL OPERATING | 5.7446 | 504,645,807 | 5.7439 | 480,731,070 |
| DEBT SERVICE | | | | |
| Environ. Sensitive Lands | 0.0604 | 5,317,199 | 0.0604 | 5,069,905 |
| TOTAL DEBT | 0.0604 | 5,317,199 | 0.0604 | 5,069,905 |
| TOTAL OPERATING & DEBT | 5.8050 | 509,963,006 | 5.8043 | 485,800,975 |
| NON COUNTYWIDE | | | | |
| OPERATING | | | | |
| General Purpose MSTU | 4.3755 | 238,682,439 | 4.3745 | 222,864,951 |
| Library Services | 0.6083 | 51,245,865 | 0.5583 | 44,784,523 |
| TOTAL OPERATING | 4.9838 | 289,928,304 | 4.9328 | 267,649,474 |
| DEBT SERVICE | | | | |
| Parks & Recreation Bonds | 0.0259 | 1,412,839 | 0.0259 | 1,319,511 |
| TOTAL OPERATING & DEBT | 5.0097 | 291,341,143 | 4.9587 | 268,968,985 |
| TOTAL BOCC | 10.8147 | \$801,304,149 | 10.7630 | \$754,769,960 |

| TAXABLE PROPERTY VALUES | | |
|---------------------------------|-------------------------|-------------------------|
| | FY 08 | FY 09 |
| COUNTYWIDE | | |
| Value of Existing Property | \$84,627,369,489 | \$81,121,448,932 |
| Value of New Construction | 3,219,618,428 | 2,572,743,086 |
| Total Taxable Value | \$87,846,987,917 | \$83,694,192,018 |
| ELAPP DEBT SERVICE | | |
| Total Taxable Value | \$88,033,093,322 | \$83,938,830,501 |
| UNINCORPORATED(MSTU) | | |
| Value of Existing Property | \$52,215,530,216 | \$49,527,769,238 |
| Value of New Construction | 2,334,221,571 | 1,418,613,372 |
| Total Taxable Value | \$54,549,751,787 | \$50,946,382,610 |
| SPECIAL LIBRARY DISTRICT | | |
| Value of Existing Property | \$81,107,041,435 | \$77,690,891,128 |
| Value of New Construction | 3,137,352,295 | 2,524,983,421 |
| Total Taxable Value | \$84,244,393,730 | \$80,215,874,549 |

TBD is to be determined

MILLAGE COMPARISON

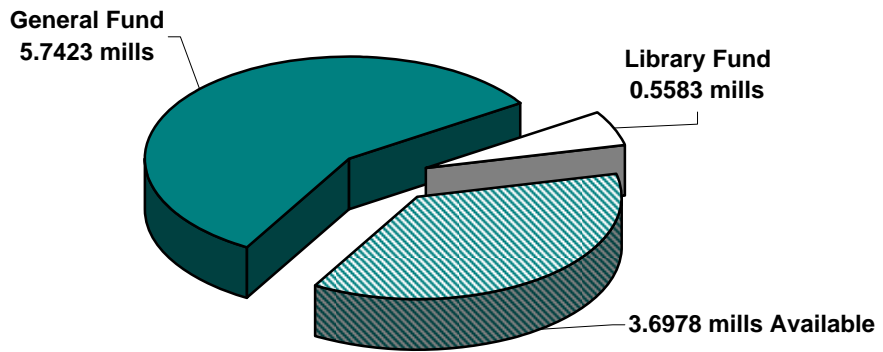
| | FY 10 | | FY 11 | |
|-----------------------------------|-----------------------|----------------------|-----------------------|----------------------|
| | <u>Adopted</u> | | <u>PLANNED</u> | |
| | MILLAGE | LEVY | MILLAGE | LEVY |
| COUNTYWIDE | | | | |
| OPERATING | | | | |
| General Revenue Fund | 5.7423 | \$420,116,917 | 5.7423 | \$384,456,553 |
| Environ. Sensitive Lands | 0.0000 | 0 | 0.0000 | 0 |
| TOTAL OPERATING | 5.7423 | 420,116,917 | 5.7423 | 384,456,553 |
| DEBT SERVICE | | | | |
| Environ. Sensitive Lands | 0.0604 | 4,434,304 | 0.0604 | 4,057,911 |
| TOTAL DEBT | 0.0604 | 4,434,304 | 0.0604 | 4,057,911 |
| TOTAL OPERATING & DEBT | 5.8027 | 424,551,221 | 5.8027 | 388,514,464 |
| NON COUNTYWIDE | | | | |
| OPERATING | | | | |
| General Purpose MSTU | 4.3745 | 194,942,183 | 4.3745 | 175,958,323 |
| Library Services | 0.5583 | 39,173,797 | 0.5583 | 35,833,369 |
| TOTAL OPERATING | 4.9328 | 234,115,980 | 4.9328 | 211,791,692 |
| DEBT SERVICE | | | | |
| Parks & Recreation Bonds | 0.0259 | 1,154,190 | 0.0259 | 1,041,792 |
| TOTAL OPERATING & DEBT | 4.9587 | 235,270,170 | 4.9587 | 212,833,484 |
| TOTAL BOCC | 10.7614 | \$659,821,391 | 10.7614 | \$601,347,948 |

| TAXABLE PROPERTY VALUES | | |
|---------------------------------|-------------------------|-------------------------|
| | FY 10 | FY 11 |
| COUNTYWIDE | | |
| Value of Existing Property | \$71,983,403,944 | TBD |
| Value of New Construction | 1,178,380,839 | TBD |
| Total Taxable Value | \$73,161,784,783 | \$66,951,666,167 |
| ELAPP DEBT SERVICE | | |
| Total Taxable Value | \$73,415,622,752 | \$67,183,957,862 |
| UNINCORPORATED(MSTU) | | |
| Value of Existing Property | \$43,925,124,495 | TBD |
| Value of New Construction | 638,181,598 | TBD |
| Total Taxable Value | \$44,563,306,093 | \$40,223,642,219 |
| SPECIAL LIBRARY DISTRICT | | |
| Value of Existing Property | \$69,026,403,721 | TBD |
| Value of New Construction | 1,139,810,045 | TBD |
| Total Taxable Value | \$70,166,213,766 | \$64,183,000,386 |

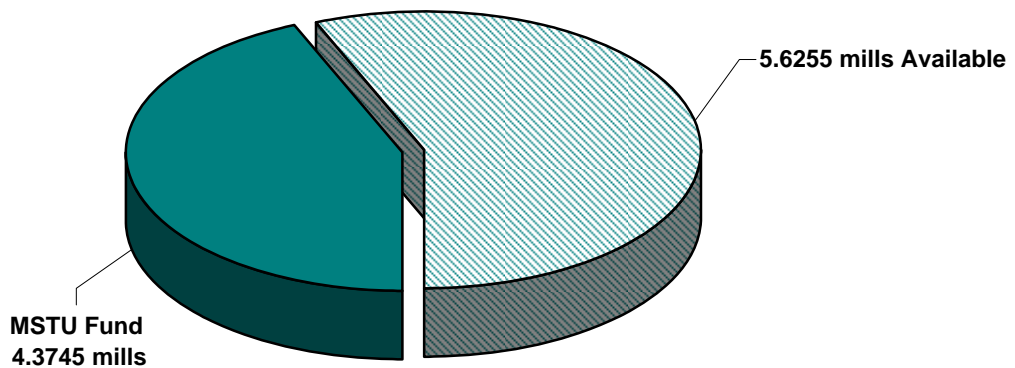
TBD is to be determined

MILLAGE COMPARISON

Hillsborough County's Use of the Countywide 10-mill Cap FY 10

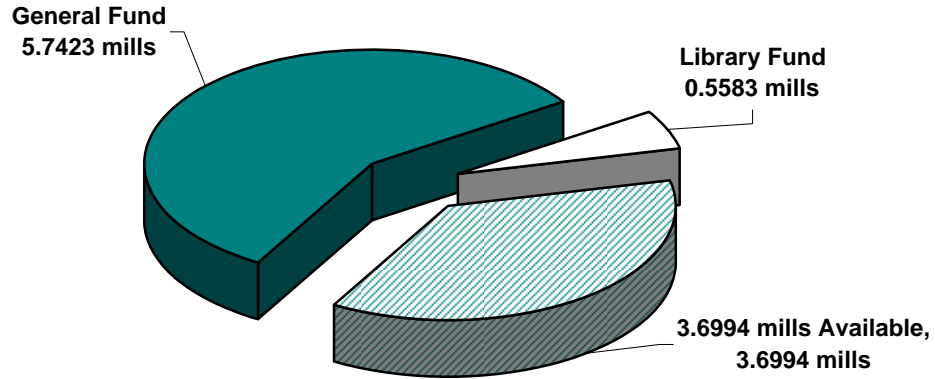


Hillsborough County's Use of the Unincorporated Area 10-mill Cap FY 10

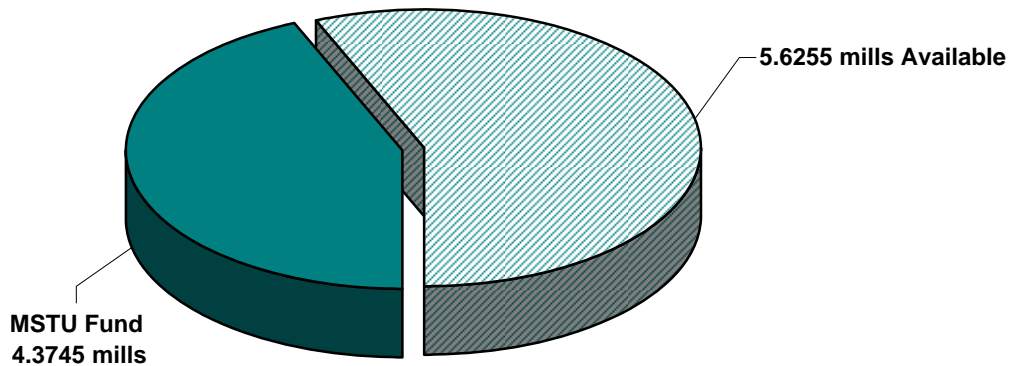


MILLAGE COMPARISON

Hillsborough County's Use of the Countywide 10-mill Cap FY 11



Hillsborough County's Use of the Unincorporated Area 10-mill Cap FY 11



BASIC INFORMATION ON PROPERTY TAXES

The calculation of assessed value of real and tangible personal property and how much of this value is subject to ad valorem taxation varies from state to state. In Florida, each county has an elected Property Appraiser whose office supervises the valuation process following the appropriate state laws, regulations and professional guidelines.

EXEMPTIONS

Florida law provides specific exemptions to reduce the value of property subject to taxation. Some of the more common exemptions are:

Homestead - For all permanent residents of Florida, the first \$25,000 of the assessed value of an owner-occupied residence is exempt. Certain elderly low-income homeowners may also qualify for an additional exemption called the *Senior Homestead Exemption*. The Board of County Commissioners set this additional exemption at \$50,000.

Second Homestead - For all permanent residents of Florida, the assessed value from \$50,001 to \$75,000 of an owner-occupied residence is exempt. This exemption applies only to non-School Board levies.

Government - All government owned property is exempt.

Widows - An additional \$500 in value is exempt if the resident-owner is a widowed permanent resident.

Disability - In addition to any other exemptions, an additional \$500 in value is exempt for totally and permanently disabled or blind residents.

Institutional - All properties of non-profit organizations used for literary, scientific, educational and charitable purposes are exempt.

COMPUTING PROPERTY TAXES

To compute the property tax on a parcel, you must know three factors: the assessed value as determined by the Property Appraiser; the amount of the value which is not subject to the tax due to the application of exemptions; and the millage rate authorized by a taxing authority.

Example:

| | |
|--|-----------------|
| Assessed Value of Property | \$200,000 |
| Minus Exemptions: | |
| First Homestead Exemption | -25,000 |
| Second Homestead Exemption | -25,000 |
| Equals Taxable Value of Property | \$150,000 |
| Divide the Taxable Value of Property by \$1,000 | \$150 |
| Multiply \$150 by the FY 10 adopted countywide millage rate | 5.7423 |
| Equals the amount of countywide property tax levied on property | \$861.35 |

THE AGGREGATE ROLLED-BACK RATE

In recent years, much of the legislation in Florida governing the setting of millage rates has been centered on the concept of the "rolled-back rate". The "rolled-back rate" is that millage rate which when applied to the total amount of taxable value of property (excluding new construction and dedicated tax increment value) produces the same amount of revenue, when adjusted for payments to tax increment financing districts, as the previous year.

The "rolled-back rate" is used as a standardized point of comparison to show how millage rates are changing from one year to the next. The purpose of the "rolled-back rate" calculation is to allow local governments in Florida to identify when they are drawing more tax revenue from existing property. For example, an increase in the assessment of existing property draws more tax revenue for governments even when those governments keep the same millage rates as the previous year. The aggregate "rolled-back rate" varies significantly from the total millage rate because the combined ad valorem revenue from the General Revenue Fund, MSTU, and Library Fund is divided by the countywide taxable value in calculating the "aggregate rolled-back rate" even though ad valorem revenue from the Special Library District millage and the MSTU millage is generated from smaller tax bases.

At the public hearings in September, the County is required to show how proposed millage rates compare to the "aggregate rolled-back rate" and to identify why the proposed rate differs from the "aggregate rolled-back rate".

During the 2007 session the legislature passed House Bill 1B which mandated in FY 08 millage rates that, in combination, generate revenue 5% lower than that generated from the FY 07 aggregate rolled-back rate. Starting in FY 09, the bill also mandates that the maximum allowable property tax levy is the rolled-back rate plus the growth in the Florida per capita personal income. Then, in January 2008, voters approved a constitutional amendment that further restricts growth in taxable values. The provisions include a second homestead exemption previously discussed that applies only to non-School Board levies, a new portability provision allows owners of homesteaded properties to transfer of up to \$500,000 of accumulated Save-Our Homes savings to a newly purchased home if the new home is purchased within 2 years of the sale of the previous home, a new \$25,000 exemption on tangible property and a new cap of 10% on the amount non-homesteaded property values can increase in a single year.

BASIC INFORMATION ON PROPERTY TAXES

The following example demonstrates how to compute the "aggregate rolled-back rate", the millage rate that will generate the same ad valorem tax revenues on existing property exclusive of new construction, major additions to structures, etc.

CALCULATION OF THE ESTIMATED AGGREGATE ROLLED-BACK RATE¹

Amount of Property Taxes Collected in the Previous Year for the General Revenue Fund, MSTU, and Library District Less Payments to Tax Increment Financing Districts = \$728,322,337

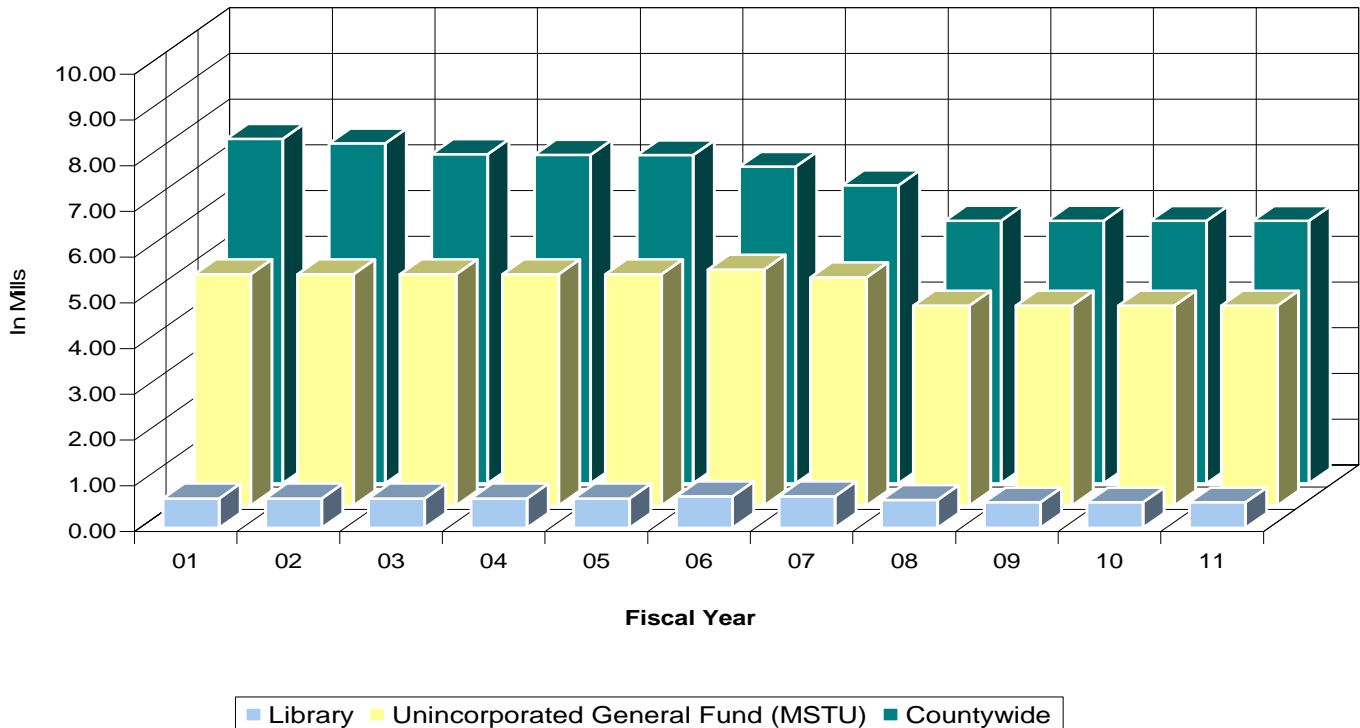
Divided by

**Amount of Taxable Value of Countywide Property Less New Construction and Less Dedicated Tax Increment Values
in the Current Year = \$69,704,925,284**

**The result of this calculation is the Aggregate Rolled-Back Rate of
10.4486 Mills or \$10.45 per \$1,000 of Taxable Value**

HILLSBOROUGH COUNTY AD VALOREM OPERATING MILLAGES

FY 10 and FY 11 reflect no change from FY 09 in the Library millage. The Countywide millage decreases .0016 mills in FY 10 and remains flat in FY 11. The Unincorporated Area millage remains unchanged from FY 09.



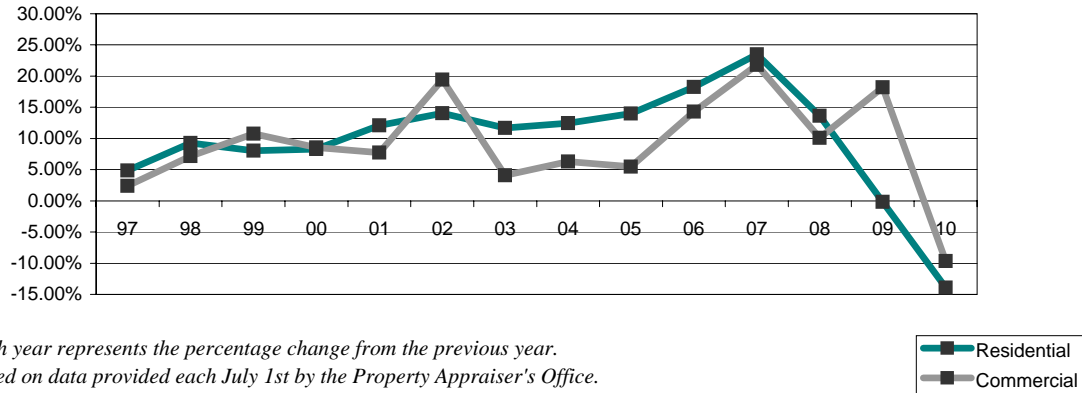
¹ Florida Statutes require the budget estimate be based on the Property Appraiser's July 1 preliminary certification. Due to taxable value adjustments made after July 1st by the Property Appraiser and Value Adjustment Board, actual property taxes collected will differ from estimated collections used for budget purposes. The example above incorporates changes to calculating the aggregate rolled back rate resulting from voter approval of Amendment One in January 2008.

**IMPACT OF LOCAL TAXES ON A FAMILY IN THE UNINCORPORATED
AREA OF HILLSBOROUGH COUNTY WITH A HOUSE ASSESSED
AT \$200,000, LESS \$50,000 IN HOMESTEAD EXEMPTIONS
(\$150,000 TAXABLE VALUE)**

| | FY 05 | FY 06 | FY 07 | FY 08 | FY 09 | FY 10 | FY 11 |
|---|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| TAXES LEVIED COUNTYWIDE | | | | | | | |
| BOCC - General Fund | \$1,255.75 | \$1,212.00 | \$1,141.00 | \$1,005.31 | \$861.59 | \$861.35 | \$861.35 |
| BOCC - General Obligation Debt | 16.89 | 14.70 | 11.67 | 10.57 | 9.06 | 9.06 | 9.06 |
| Southwest Florida Water Mgmt District *+ | 73.85 | 73.85 | 73.85 | 67.66 | 57.99 | 57.99 | 57.99 |
| School Board (incl. General Oblig. Debt)* | 1,463.16 | 1,388.98 | 1,369.03 | 1,316.53 | 1,360.98 | 1,346.10 | 1,346.10 |
| Children's Board * | 87.50 | 87.50 | 87.50 | 81.10 | 75.00 | 75.00 | 75.00 |
| Port Authority* | 45.50 | 45.50 | 38.50 | 34.69 | 29.25 | 28.88 | 28.88 |
| TOTAL COUNTYWIDE TAXES | \$2,942.64 | \$2,822.52 | \$2,721.55 | \$2,515.84 | \$2,393.86 | \$2,378.37 | \$2,378.37 |
| TAXES LEVIED WITHIN SPECIFIC AREAS | | | | | | | |
| Library District | \$112.40 | \$121.15 | \$121.15 | \$106.45 | \$83.75 | \$83.75 | \$83.75 |
| Municipal Services Taxing Unit (MSTU) ** | 885.87 | 903.37 | 874.20 | 765.71 | 656.18 | 656.18 | 656.18 |
| MSTU Parks General Obligation Debt ** | 6.97 | 6.28 | 5.01 | 4.53 | 3.89 | 3.89 | 3.89 |
| Hillsborough Area Regional Transit* | 87.50 | 87.50 | 87.50 | 87.50 | 70.23 | 70.23 | 70.23 |
| Hillsborough River Basin*+ | 49.88 | 49.88 | 49.88 | 44.57 | 38.21 | 57.99 | 57.99 |
| TOTAL TAXES WITHIN SPECIFIC AREAS | \$1,142.61 | \$1,168.18 | \$1,137.73 | \$1,008.77 | \$852.24 | \$872.03 | \$872.03 |
| TOTAL AD VALOREM TAXES | \$4,085.25 | \$3,990.70 | \$3,859.28 | \$3,524.61 | \$3,246.10 | \$3,250.40 | \$3,250.40 |
| \$ change from preceding year: | (\$84.12) | (\$94.55) | (\$131.43) | (\$334.67) | (\$278.51) | \$4.29 | \$0.00 |
| % change from preceding year: | (2.0%) | (2.3%) | (3.3%) | (8.7%) | (7.9%) | 0.1% | 0.0% |
| <p>Notes:</p> <p>* Not a tax levy, assessment, or fee of the Hillsborough County Board of County Commissioners (BOCC).</p> <p>** Homeowners residing within the municipalities of Tampa, Temple Terrace, or Plant City pay city taxes instead of the MSTU taxes. The Hillsborough Area Regional Transit Tax is not levied in Plant City. The Library District tax is not levied in Temple Terrace or Plant City.</p> <p>Starting in FY 09, the taxable value for School Board taxes is \$175,000 because the second \$25,000 homestead exemption approved by voters in January 2008 does not apply to the School Board assessment.</p> <p>Assumptions:</p> <p>Excludes any exemption other than the homestead exemptions.</p> <p>Excludes any other special district assessment (i.e., street lighting tax district or maintenance district).</p> <p>+ For the purposes of consistency, the Hillsborough River Basin was selected. Other basins have different tax rates.</p> | | | | | | | |

CHANGES IN TAXABLE VALUES BY PROPERTY CLASSIFICATION

**Percentage Change in Property Value Growth
Single Family Residential and Commercial**

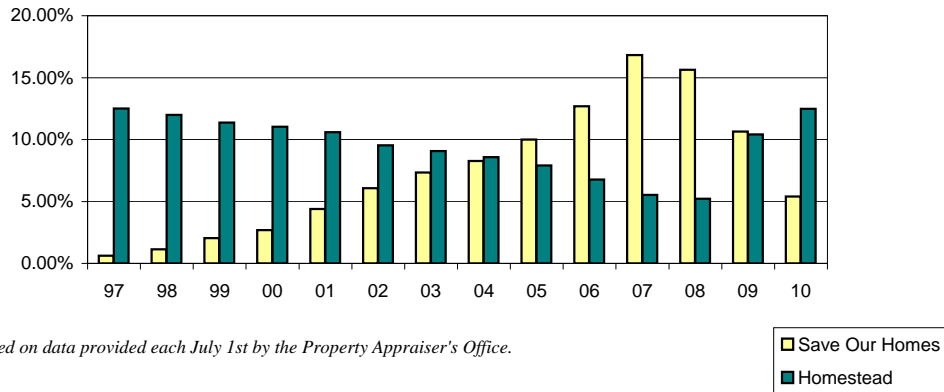


Property Value Changes by Fiscal Year

| | Single Family Residential | Percent Change | Other Residential | Percent Change | Commercial Property | Percent Change |
|--------------|---------------------------|----------------|-------------------|----------------|---------------------|----------------|
| FY 97 | 11,184,071,234 | 4.87% | 3,342,312,627 | 2.01% | 5,224,959,214 | 2.39% |
| FY 98 | 12,218,590,422 | 9.25% | 3,546,915,153 | 6.12% | 5,599,669,645 | 7.17% |
| FY 99 | 13,198,217,817 | 8.02% | 4,019,231,028 | 13.32% | 6,200,916,982 | 10.74% |
| FY 00 | 14,289,708,196 | 8.27% | 4,317,155,359 | 7.41% | 6,730,265,982 | 8.54% |
| FY 01 | 16,014,033,679 | 12.07% | 4,949,637,164 | 14.65% | 7,251,847,484 | 7.75% |
| FY 02 | 18,259,923,201 | 14.02% | 5,549,428,379 | 12.12% | 8,661,193,865 | 19.43% |
| FY 03 | 20,394,688,550 | 11.69% | 6,374,044,430 | 14.86% | 9,013,883,894 | 4.07% |
| FY 04 | 22,934,737,007 | 12.45% | 6,793,625,845 | 6.58% | 9,581,626,323 | 6.30% |
| FY 05 | 26,138,770,886 | 13.97% | 7,873,449,051 | 15.89% | 10,104,938,385 | 5.46% |
| FY 06 | 30,915,682,246 | 18.28% | 9,450,610,601 | 20.03% | 11,548,275,836 | 14.28% |
| FY 07 | 38,181,151,543 | 23.50% | 12,001,265,292 | 26.99% | 14,063,864,736 | 21.78% |
| FY 08 | 43,386,629,568 | 13.63% | 13,681,720,036 | 14.00% | 15,479,774,389 | 10.07% |
| FY 09 | 38,109,677,299 | -0.19% | 13,777,882,807 | 14.80% | 16,622,293,677 | 18.19% |
| FY 10 | 32,798,589,745 | -13.94% | 10,777,667,774 | -21.78% | 15,019,620,709 | -9.64% |
| | Industrial Property | Percent Change | All Others | Percent Change | Total | Percent Change |
| FY 97 | 1,557,322,162 | -3.52% | 969,009,307 | -0.01% | 22,277,674,544 | 16.98% |
| FY 98 | 1,596,963,656 | 2.55% | 1,147,225,545 | 18.39% | 24,109,364,421 | 8.22% |
| FY 99 | 1,686,638,788 | 5.62% | 1,305,415,774 | 13.79% | 26,410,420,389 | 9.54% |
| FY 00 | 1,752,549,629 | 3.91% | 1,733,031,263 | 32.76% | 28,822,710,429 | 9.13% |
| FY 01 | 1,873,696,959 | 6.91% | 1,678,329,130 | -3.16% | 31,767,544,416 | 10.22% |
| FY 02 | 2,339,075,767 | 24.84% | 1,855,856,417 | 10.58% | 36,665,477,629 | 15.42% |
| FY 03 | 2,429,922,656 | 3.88% | 2,083,127,082 | 12.25% | 40,295,666,612 | 9.90% |
| FY 04 | 2,710,479,291 | 11.55% | 2,160,187,908 | 3.70% | 44,180,656,374 | 9.64% |
| FY 05 | 2,993,070,247 | 10.43% | 2,123,812,544 | -1.68% | 49,234,041,113 | 11.44% |
| FY 06 | 3,341,283,872 | 11.63% | 2,408,233,519 | 13.39% | 57,664,086,074 | 17.12% |
| FY 07 | 4,220,918,748 | 26.33% | 2,916,843,920 | 21.12% | 71,384,044,239 | 23.79% |
| FY 08 | 4,646,865,076 | 10.09% | 3,260,681,228 | 11.79% | 80,455,670,297 | 12.71% |
| FY 09 | 4,835,110,396 | 14.55% | 3,061,497,599 | 4.96% | 76,406,461,778 | 7.04% |
| FY 10 | 4,558,538,544 | -5.72% | 2,638,311,645 | -13.82% | 65,792,728,417 | -13.89% |

MAJOR TAX EXEMPTIONS AS A PERCENTAGE OF PROPERTY VALUES

Homestead & "Save Our Homes" Exemptions as a Percentage of Property Values



Exemption Percentages by Fiscal Year

| | Homestead Exemption | Percent Value | Save Our Homes Capped Value | Percent Value | Total Just Value |
|-------|---------------------------|------------------|--------------------------------|------------------|------------------|
| FY 97 | 4,951,858,850 | 12.50% | 241,965,803 | 0.61% | 39,602,774,241 |
| FY 98 | 5,069,900,656 | 11.99% | 483,786,898 | 1.14% | 42,295,377,836 |
| FY 99 | 5,190,630,272 | 11.36% | 935,144,739 | 2.05% | 45,674,754,732 |
| FY 00 | 5,362,840,969 | 11.04% | 1,306,247,070 | 2.69% | 48,556,382,426 |
| FY 01 | 5,607,405,231 | 10.59% | 2,326,873,676 | 4.39% | 52,973,587,748 |
| FY 02 | 5,779,692,739 | 9.55% | 3,676,013,568 | 6.07% | 60,544,259,230 |
| FY 03 | 6,050,603,029 | 9.08% | 4,892,551,853 | 7.34% | 66,634,913,844 |
| FY 04 | 6,232,289,649 | 8.59% | 6,007,667,195 | 8.28% | 72,567,375,597 |
| FY 05 | 6,368,801,924 | 7.90% | 8,052,535,399 | 9.99% | 80,616,025,668 |
| FY 06 | 6,485,566,862 | 6.77% | 12,150,844,977 | 12.68% | 95,836,796,083 |
| FY 07 | 6,624,674,302 | 5.53% | 20,163,626,163 | 16.83% | 119,776,510,189 |
| FY 08 | 6,808,035,527 | 5.23% | 20,353,986,976 | 15.64% | 130,134,318,243 |
| FY 09 | 13,164,111,107 | 10.43% | 13,449,284,468 | 10.65% | 126,272,071,232 |
| FY 10 | 13,272,349,483 | 12.47% | 5,741,024,515 | 5.39% | 106,437,479,757 |
| | Governmental Exemption | Percent Value | Institutional Exemption | Percent Value | Total Just Value |
| FY 97 | 3,877,183,337 | 9.79% | 1,545,980,010 | 3.90% | 39,602,774,241 |
| FY 98 | 4,044,620,521 | 9.56% | 1,559,809,970 | 3.69% | 42,295,377,836 |
| FY 99 | 4,258,504,816 | 9.32% | 1,612,142,919 | 3.53% | 45,674,754,732 |
| FY 00 | 4,278,787,032 | 8.81% | 1,730,310,571 | 3.56% | 48,556,382,426 |
| FY 01 | 4,177,347,947 | 7.89% | 1,870,241,043 | 3.53% | 52,973,587,748 |
| FY 02 | 5,030,944,798 | 8.31% | 1,944,261,140 | 3.21% | 60,544,259,230 |
| FY 03 | 5,748,348,033 | 8.63% | 2,137,548,638 | 3.21% | 66,634,913,844 |
| FY 04 | 6,070,710,125 | 8.37% | 2,310,504,198 | 3.18% | 72,567,375,597 |
| FY 05 | 6,393,756,217 | 7.93% | 2,458,348,568 | 3.05% | 80,616,025,668 |
| FY 06 | 7,533,544,648 | 7.86% | 3,091,491,665 | 3.23% | 95,836,796,083 |
| FY 07 | 8,471,291,561 | 7.07% | 3,409,197,015 | 2.85% | 119,776,510,189 |
| FY 08 | 8,565,739,625 | 6.58% | 3,484,187,822 | 2.68% | 130,134,318,243 |
| FY 09 | 9,158,454,504 | 7.25% | 3,685,045,431 | 2.92% | 126,272,071,232 |
| FY 10 | 8,355,520,371 | 7.85% | 3,447,058,024 | 3.24% | 106,437,479,757 |