

<p><b>City of Miles City</b>  <b>MILL LEVY IMPACT ANALYSIS</b>  <b>\$3,945,000 General Obligation Bonds</b></p>		
<b>Estimated Mill Levy Computation:</b>	<b>20-Year Bond Term City's 2022/23 Taxable Value</b>	<b>20-Year Bond Term City's 2023/24 Taxable Value</b>
Bond Issue Principal Amount:	<u>\$3,945,000</u>	<u>\$3,945,000</u>
Total Estimated Interest Over 20-Year Bond Term (1):	\$2,336,923	\$2,336,923
Estimated Annual Bond Payment on Tax Rolls (1):	\$314,096	\$314,096
Divided By: City's Mill Value:	<u>\$9,826.280</u>	<u>\$11,001.005</u>
EQUALS: Estimated Number of Mills Required:	31.96	28.55

**Estimated Tax Increase for Individual RESIDENTIAL TAXPAYERS:**

2023/24 Tax Year "MARKET VALUE" of Residential Property (2)	2023/24 Tax Year "TAXABLE VALUE" of Residential Property (2)	Estimated ANNUAL Tax (3)	Estimated MONTHLY Tax (3)	Estimated DAILY Tax (3)	Estimated ANNUAL Tax (3)	Estimated MONTHLY Tax (3)	Estimated DAILY Tax (3)
\$100,000	\$1,350	\$43.15	\$3.60	\$0.12	\$38.54	\$3.21	\$0.11
\$200,000	\$2,700	\$86.31	\$7.19	\$0.24	\$77.09	\$6.42	\$0.21
\$300,000	\$4,050	\$129.46	\$10.79	\$0.35	\$115.63	\$9.64	\$0.32

\* All property owners ( including farming and ranching operations, commercial businesses, home owners etc... ) should use the following formula to calculate the estimated tax impact of the Bond issue. Look up the Property's "Taxable Value" from Personal Tax Statement or the following State website ([nup://svc.mi.gov/aor/property/prc](http://nup://svc.mi.gov/aor/property/prc)) and use the following formula: Taxable Value ÷ A Mill/1,000 = Estimated Annual Tax Impact of the Bonds

- (1) Based on a true interest cost rate of approximately 4.00% and an average coupon rate of 5.00% over a 20-year Bond term.
- (2) Class 4 residential property has a current tax rate of 1.35% to determine taxable value (except any portion in excess of \$1.5 million has a tax rate of 1.89%). The "Assessed/Market Valuation" for tax purposes determined by the Department of Revenue's property appraisal process will be different that the valuation of most residential property for resale purposes. To better calculate the estimated tax impact of the bond issue, property owners should look up their exact taxable value as shown on their personal tax statement and use the formula shown above in grey.
- (3) Tax impacts are based on property tax legislation adopted at the 2015 Legislative Session and the 2023 Department of Revenue reappraisal effective for the 2023/24 and 2024/25 tax years. Tax impact information varies every year depending on such factors as City Mill Value, method of calculating taxable valuation and actual debt service.