

**Proposed Property Tax Impact Schedule
Herriman City Safety Enforcement Area**

The Herriman City Safety Enforcement Area (HCSEA) will consider an increase to its property tax rate from 0.001423 to 0.001491 to generate an additional \$512,970. The following information is intended to provide decision makers and the public with an explanation of how the Service Area’s operations would be affected if the proposed property tax increase is adopted.

Herriman City Safety Enforcement Area’s Current Property Tax Rate	0.001423
Herriman City Safety Enforcement Area’s Current Property Tax Revenue	\$10,731,595
Proposed Revenue With Tax Change	\$11,244,565
New Property Tax Revenue to the Herriman City Safety Enforcement Area	\$ 512,970

Estimated Increase to the Herriman City Safety Enforcement Area’s Property Tax Revenue	4.8%
Estimated yearly increase to a primary residence of \$640,000	\$23.93
Estimated yearly increase to a business valued at \$640,000	\$43.52

(The Rest of This Page Intentionally Left Blank)

Proposed Property Tax Impact Schedule (Continued)
Herriman City Safety Enforcement Area

Affected Department: Herriman City Safety Enforcement Area Fund

Proposed Budget: \$11,244,565

Budget Without Tax Change: \$10,731,595

Budget Change: \$512,970

Impact of Tax Increase: The City of Herriman, who the Herriman City Safety Enforcement Area contracts with for Police services, has a philosophy of segregating property tax revenue generated from new growth to be used solely for the effects of new growth (such as the need to hire new officers). Therefore, normal inflationary pressures the Police Department faces, or new initiatives, must be funded with property tax increases. The proposed increase is to cover normal inflationary pressures faced by the Department.

If the proposed tax increase is not approved, the Herriman City Safety Enforcement Area will be forced to draw on the funds segregated for new growth expenditures to fund regular police operations. The long-term effect of this approach is funds not being available when new officers are needed due to growth.