



Budget Overview

Fiscal year 2024

Fiscal Year 2024 Budget Highlights

- ▶ \$5.1M in assessed property valuation growth from FY23
- ▶ Overall City mill levy increase from 17.33276 to 17.99914
 - ▶ Contributed to insurance premium increase and debt service levy
- ▶ Adding additional member to each EMS shift
- ▶ Competitive wage adjustments for various departments
- ▶ Continued City investment into downtown revitalization
- ▶ Quality of life improvements – Veterans Park, East Park, trail extension
- ▶ Continuing Street Improvement Projects – 2 additional blocks of Streetscape
- ▶ Investing \$5M in housing development – Veterans District Phase 1

Multi Residential

- ▶ As of FY 2023/2024, Multi Residential no longer exists
 - ▶ Merged with residential class
 - ▶ Taxable value set using residential rollback
 - ▶ Previous multi residential was 63%
 - ▶ FY24 residential is 56.4%

Commercial and Industrial

- ▶ Business Property Tax Credit changing for FY 2023-2024
 - ▶ All businesses automatically enrolled
 - ▶ Reduction will now come as a change to the rollback off the property, rather than a credit against taxes
- ▶ Two-tiered rollback on each qualifying property unit
 - ▶ First \$150,000 in valuation is taxed at residential rollback (FY24 56.4%)
 - ▶ Remaining taxable value is taxed at 90%
- ▶ City will receive Business Property Tax Credit for changes made
 - ▶ As of now, the full amount is unknown

What do these changes mean for Knoxville?

- ▶ Residential taxable valuations increased by \$18,485,477
 - ▶ \$11,465,020 is rolling in multi residential
 - ▶ Rollback from 54.1302% to 56.4919%
 - ▶ \$7,020,457 is rollback change and additional growth
- ▶ Commercial taxable valuation decreased by \$6,436,920
 - ▶ Due to BPTC tiered system
 - ▶ City will see a credit for this decrease
- ▶ Industrial taxable valuation increased by a net of \$494,416
 - ▶ Non TIF valuation increase \$3,374,439
 - ▶ TIF valuation decrease \$2,880,023
- ▶ Overall total taxable valuation of all property increase of \$1,178,675
- ▶ While we're continuing to see valuation growth – we're not seeing the equivalent revenue growth as we're used to seeing prior to FY2024.
 - ▶ General fund levy revenue increase of \$33,000 for FY2024

Fiscal Year	19/20	20/21	21/22	22/23	23/24
Assessed Value	\$200,000	\$222,000	\$222,000	\$246,420	\$246,420
Rollback Percentage	56.92	55.07	56.41	54.13	56.49
Taxable Value	\$113,836	\$122,265	\$125,229	\$133,388	\$139,207
Tax Rate per \$1,000	20.03	18.56	18.41	17.33	17.99
Actual Property Tax Paid	\$2,280	\$2,269	\$2,305	\$2,312	\$2,504
Taxes Paid Percentage Increase/Decrease		-.48%	1.57%	.30%	7.97%

5-year Overall Increase/Decrease
23.21%

-10.18%
9.82%



