

Examples of School Property Tax Rebalancing Reform for Multi-County School Districts

| Example 1 | Taxpayer County A | Taxpayer County B |
|--|-------------------|-------------------|
| Current Law with Artificial Rebalancing: (SD's Act 1 index cap is 4%; board votes to increase property taxes to 2%) | 11.0% | 3.0% |
| Proposed Change: (SD's Act 1 index cap is 4%; board votes to increase property taxes to 2%) | 2.0% | 2.0% |

| Example 2 | Taxpayer County A | Taxpayer County B |
|--|-------------------|-------------------|
| Current Law with Artificial Rebalancing: (SD's Act 1 index cap is 4%; board votes to increase property taxes to 0%) | 2.5% | -1.4% |
| Proposed Change: (SD's Act 1 index cap is 4%; board votes to increase property taxes to 0%) | 0% | 0% |