

New Construction Property Tax Incentive

New Old Chicago and Downtown TIF 10-Year Program

The City of Rock Island and Rock Island-Milan School District #41 have joined together to offer a special Property Tax Incentive Program for new homes two specific neighborhoods within the City of Rock Island.

How do I qualify?

- ✓ First buyer of the home (not transferable)
- ✓ New construction located in the New/Old Chicago neighborhood or Downtown Tax Increment Finance District of the City of Rock Island on an undeveloped lot
- ✓ An owner-occupied single-family home or condominium
- ✓ Issued a Certificate of Occupancy between July 1, 2013 – June 30, 2019

How much will be rebated?

- ✓ The City of Rock Island will rebate the City property taxes up to \$1,500 per year for ten years (120 months).
- ✓ The Rock Island-Milan School District #41 will rebate taxes on a sliding scale (see back of this page) for ten years (120 months).

How do I receive my refund?

- ✓ Property taxes must be **paid in full for the year** to Rock Island County in order to be eligible for a refund. Please provide proof of payment to the County. (Stamped property tax bill, print out from Rock Island County website, copy of check, etc.)
- ✓ Drop off, mail, or email a copy of the property tax statement to the CED Department (see contact information below).
- ✓ Rebate checks will be processed within 30 days of the City receiving a copy of the property tax bill.
- ✓ One check will be issued by the City of Rock Island, covering the Rock Island-Milan School District and City portions of the rebate. The City is reimbursed by the School District for their share of the rebate.

Any further questions? Please contact us!

Mailing Address:

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Rock Island City Hall
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Rock Island, IL 61201



Other Contact Information:

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New/Old Chicago & Downtown TIF Property Tax Rebate Program Calculator - 13 payable 14

Property Owner: Sample Client
Property Address: 123 Main Street

Year for Homeowner Property Tax Incentives: 1

Improvement value		95,000
Total Assessment	÷	<u>100,000</u>
Improvement value %		<u>95%</u>

Exemptions		6,000
Improvement value %	x	<u>95%</u>
Adjusted exemption		<u>5,700</u>

Improvement value		95,000
Adjusted exemption	-	<u>5,700</u>
Adjusted improvement value		<u>89,300</u>

City's Portion

Adjusted improvement value		89,300
City tax rate	x	<u>0.024084</u>
		2,150.70
Year 1 portion	x	<u>100%</u>
City Rebate		<u>2,150.70</u>

School District's Portion

Adjusted improvement value		89,300
School District's tax rate	x	<u>0.0512</u>
		4,572.16
Year 1 portion	x	<u>40%</u>
School Rebate		<u>1,828.86</u>

City maximum \$1,500 per year

City Rebate		1,500.00
School District Rebate		<u>1,828.86</u>
Total Rebate		<u>3,328.86</u>

Property Tax Rebate - City-Wide 10-Year Program Example

Year	City Portion	%	School Portion	%	Total
1	1,500.00	100%	1,828.86	40%	3,328.86
2	1,500.00	90%	1,645.98	36%	3,145.98
3	1,500.00	80%	1,463.09	32%	2,963.09
4	1,500.00	70%	1,280.2048	0.28	2,780.20
5	1,290.42	60%	1,097.3184	0.24	2,387.74
6	1,075.35	50%	914.432	0.2	1,989.78
7	860.28	40%	731.5456	0.16	1,591.83
8	645.21	30%	548.6592	0.12	1,193.87
9	430.14	20%	365.7728	0.08	795.91
10	215.07	10%	182.8864	0.04	397.96
	<u>10,516.47</u>		<u>10,058.75</u>		<u>20,575.22</u>