

ESTIMATE OF OPEN-SPACE ROLLBACK

PID #: _____ Owner: _____

Legal / # Acres _____

Year 1 _____

$$\frac{\text{Market value}}{\text{Ag value}} - \frac{\text{Ag value}}{\text{Ag value}} = \frac{\text{Value loss}}{\text{Ag value}} / 100 \times \text{Tax rate} = \text{Deferred tax (1)}$$

$$\text{Deferred tax (1)} \times 7\% \text{ interest} + \text{Deferred tax (1)} = \text{Estimated tax / year \#1}$$

Year 2 _____

$$\frac{\text{Market value}}{\text{Ag value}} - \frac{\text{Ag value}}{\text{Ag value}} = \frac{\text{Value loss}}{\text{Ag value}} / 100 \times \text{Tax rate} = \text{Deferred tax (2)}$$

$$\text{Deferred tax (2)} \times 14\% \text{ interest} + \text{Deferred tax (2)} = \text{Estimated tax / year \#2}$$

Year 3 _____

$$\frac{\text{Market value}}{\text{Ag value}} - \frac{\text{Ag value}}{\text{Ag value}} = \frac{\text{Value loss}}{\text{Ag value}} / 100 \times \text{Tax rate} = \text{Deferred tax (3)}$$

$$\text{Deferred tax (3)} \times 21\% \text{ interest} + \text{Deferred tax (3)} = \text{Estimated tax / year \#3}$$

Year 4 _____

$$\frac{\text{Market value}}{\text{Ag value}} - \frac{\text{Ag value}}{\text{Ag value}} = \frac{\text{Value loss}}{\text{Ag value}} / 100 \times \text{Tax rate} = \text{Deferred tax (4)}$$

$$\text{Deferred tax (4)} \times 28\% \text{ interest} + \text{Deferred tax (4)} = \text{Estimated tax / year \#4}$$

Year 5 _____

$$\frac{\text{Market value}}{\text{Ag value}} - \frac{\text{Ag value}}{\text{Ag value}} = \frac{\text{Value loss}}{\text{Ag value}} / 100 \times \text{Tax rate} = \text{Deferred tax (5)}$$

$$\text{Deferred tax (5)} \times 35\% \text{ interest} + \text{Deferred tax (5)} = \text{Estimated tax / year \#5}$$

Add estimated taxes for years #1 – 5: \$ _____
 Estimate of Total Rollback Tax Due

"Please note that per HB1743, properties that change use after 9/1/19 are subject to a three-year rollback and at an interest rate of 5%."