

## How TIF Works

### Example Downtown Property Over Time With TIF



**1980** Taxable Value: \$200,000  
Total Amount Paid In Taxes To City: \$2,500

**1990** Taxable Value: \$250,000  
Total Amount Paid In Taxes To City: \$3,100

**1996** Taxable Value: \$280,000  
Total Amount of Taxes to the City: \$4,000

**1997** Taxable Value: \$300,000  
Total Amount Paid In Taxes: \$4,500  
Total Amount of Taxes to the City: \$4,000  
Total Amount of Taxes into TIF: \$500

**2007** Taxable Value: \$320,000  
Total Amount Paid In Taxes: \$5,000  
Total Amount of Taxes to the City: \$4,000  
Total Amount of Taxes into TIF: \$1,000

**2017** Taxable Value: \$550,000  
Total Amount Paid In Taxes: \$12,000  
Total Amount of Taxes to the City: \$4,000  
Total Amount of Taxes to TIF: \$8,000

**2022** Taxable Value: \$650,000  
Total Amount Paid In Taxes: \$15,000  
Total Amount of Taxes to the City: \$4,000  
Total Amount of Taxes to TIF: \$11,000

Year  
TIF 97  
Established

\* Exact tax dollars listed are hypothetical and are only meant to demonstrate how TIF works