

Extending the Slope

$$\frac{\$13,500}{\$9,151} = 1.48$$

$$\begin{array}{rclcl} 1.48 & \times & 1.8\% & = & 2.7\% \\ 1.48 & \times & \$0.94 & = & \$1.39 \end{array}$$

Housesite value	\$300,000	\$4,160
Household income	\$100,000	

Current Law

	\$100,000		\$300,000	\$2,655
x	<u>2.7%</u>	-	<u>\$200,000</u>	<u>\$1,387</u>
	\$2,655		\$100,000	\$4,042

\$1,000
<u>\$1.39</u>
\$1,387

Proposed

	\$100,000		\$300,000	\$2,655
x	<u>2.7%</u>	-	<u>\$250,000</u>	<u>\$693</u>
	\$2,655		\$50,000	\$3,349

\$500
<u>\$1.39</u>
\$693

Difference **(\$693)**