

Yield proposal

The Yield Proposal is a way for taxpayers to better understand how spending decisions affect tax rates.

Under current law, the State sets base tax rates each year for homestead taxpayers and income sensitized taxpayers. These base tax rates are then adjusted based on the district's spending, and applied on the tax bill.

Under the Yield Proposal, the State would assume a fixed homestead tax rate and a fixed income sensitized rate, and would announce how much spending per pupil those fixed rates would "yield", or sustain, for the coming year.

Voters would then know that per pupil spending 40% above the yield amount, would result in a tax rate 40% above the assumed rate.