

MIDLAND CENTRAL APPRAISAL DISTRICT

2017 Low Income Housing Apartment

Capitalization Rates

In accordance to House Bill 3546, “not later than February 1st, the appraisal district shall give public notice in the manner determined by the district, including posting on the district’s website if applicable, of the capitalization rate to be used in that year to appraise property receiving an exemption under this section.”

Pursuant to Sec. 11.1825(r) of the Texas Property Tax code, the Midland Central Appraisal District gives public notice of the capitalization rate to be used for tax year 2016 to value properties receiving exemptions under this section.

Rent restricted properties vary widely. These variations can have an effect on valuation of the property. A basic capitalization rate between:

8.0% and 11.5%

Will be made based on the individual property characteristics and the information provided to the chief appraiser as required under Sections 11.182(d) and (g), of the Texas Property Tax Code.