

<b>Issue 2: Portability</b>	<b>Current law</b>	<b>Proposed law</b>
<b>Issue 2A: Downsizing</b>		
Just Value of House in 2005	\$ 300,000.00	\$ 300,000.00
Assessed Value of House in 2005	\$ 200,000.00	\$ 200,000.00
Taxable value 2005 (HX = \$25k)	\$ 175,000.00	\$ 175,000.00
SOH value as % of just value	33%	33%
New House's Just Value in 2006	\$ 200,000.00	\$ 200,000.00
20% of ratio of 05 SOH/just value		7%
New House's Assessed Value	\$ 200,000.00	\$ 186,666.67
New House's Taxable Value (HX=\$25k)	\$ 175,000.00	\$ 161,666.67
New House's Just Value in 2007	\$ 225,000.00	\$ 225,000.00
Rate of Inflation	3%	3%
Assessed Value of House in 2007	\$ 206,000.00	\$ 192,266.67
Taxable value 2007 (HX = \$25k)	\$ 181,000.00	\$ 167,266.67
<b>Issue 2A: Upsizing</b>		
Just Value of House in 2005	\$ 300,000.00	\$ 300,000.00
Assessed Value of House in 2005	\$ 200,000.00	\$ 200,000.00
Taxable value 2005 (HX = \$25k)	\$ 175,000.00	\$ 175,000.00
SOH Differential		\$ 100,000.00
New House's Just Value in 2006	\$ 400,000.00	\$ 400,000.00
20% of old house's differential		\$ 20,000.00
New House's Assessed Value	\$ 400,000.00	\$ 380,000.00
New House's Taxable Value (HX=\$25k)	\$ 375,000.00	\$ 355,000.00
New House's Just Value in 2007	\$ 450,000.00	\$ 450,000.00
Rate of Inflation	3%	3%
New House's Assessed Value	\$ 412,000.00	\$ 391,400.00
New House's Taxable Value (HX=\$25k)	\$ 387,000.00	\$ 366,400.00