

ANDOVER MEANS TESTED SENIOR TAX EXEMPTION

- The Elder Services Task Force presented a Warrant article at the 2018 Annual Town Meeting which passed.
- This article provided for a new property tax exemption for Andover residents.
- This home rule petition was signed into law on October 5, 2018 for a FY2020 implementation.

THE FUNDING OF THE EXEMPTION

- This exemption is funded by an increase in the residential tax rate for the fiscal year to offset the exact amount that is exempted.
- There were 110 applicants that qualified for this exemption for FY2022.
- The total Circuit Breaker Credit earned by these applicants is \$113,885. The average Circuit Breaker credit earned was \$1,035.32.
- Given the \$113,885 Circuit Breaker Tax credit earned, the Select Board will vote on the percentage of 50% to 100% of the credit to exempt off the real estate bill of the applicants.

ESTIMATED IMPACT OF PERCENT EXEMPTION

- Assuming the Select Board votes to exempt 100% of the circuit breaker credit, the estimated residential tax rate would increase by .01.
- Assuming a residential value of 759,456, the full 100% exemption would add \$7.59 in additional tax to fund the exemption.