



FY 2017 Recommended Budget Budget Question

Board Question #: 14

BUDGET QUESTION: How do we take into account the stores that have closed (i.e., Best Buy) in the reassessment? How are they valued?

RESPONSE: These properties are valued considering the Income Capitalization Approach (income = rental revenue received by the owner of the real estate.) For purpose of assessing the real estate, we are considering the effects of a vacancy on the owner's rental revenue. A vacancy at the property itself as well as vacancies in the area of that property can affect the property's assessed value.