



Annual Report for the 2022 Appraisal Year

Jefferson Central Appraisal District

Summary of its Operations, Values, Appeals, and Statistical Comparisons





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Jefferson Central Appraisal District

The Annual Report for 2022 Appraisal Year of the Jefferson Central Appraisal District is being prepared pursuant to Section 6.5.1 of the International Association of Assessing Officers (IAAO) Standard on Public Relations.

The objective of this report is to summarize the District's activities and accomplishments and to provide statistical information. To the best of our knowledge and belief, the enclosed data is accurate in all material respects.

The mission of the District is to develop and maintain appraisals of the property located in Jefferson County in a fair and equitable manner, ensuring the accuracy and uniformity of all appraisals; to ensure that the appraisals are performed by professionals in the property tax field, and to promote the education of said professionals; to develop procedures that grant the taxpayers due process in protesting said appraisals; to furnish to the taxing entities an accurate appraisal roll in a timely manner; and to continually improve our operations and policies in order that we may provide more efficient service to the taxpayers and taxing entities in Jefferson County.

The District successfully passed the Methods and Assistance Program (MAP) review conducted by the Property Tax Assistance Division of the State Comptroller's Office in compliance with new legislation enacted in 2009. The District was reviewed in odd years between 2011 and 2021, and each year passed all mandatory requirements and exceeded the requirements for its activities in the areas of governance; taxpayer assistance; operating procedures; and appraisal standards, procedures, and methodology with a total point score 100 percent or higher.

Board of Directors



Allison Nathan Getz
Eugene Landry
Lauren Williams Mason
Dr. Louis Reed, Jr.
Robert Thewman

TAXING ENTITIES SERVED

Jefferson County
Beaumont ISD
Hamshire Fannett ISD
Hardin Jefferson ISD
Nederland ISD
Port Arthur ISD
Port Neches-Groves ISD
Sabine Pass ISD
City of Beaumont
City of Bevil Oaks
City of Groves
City of Nederland
City of Port Arthur
City of Port Neches
City of Taylor Landing
Sabine Neches Nav District
Port of Beaumont
Port of Port Arthur
Port of Sabine Pass
Drainage District #3
Drainage District #6
Drainage District #7
Emergency Services Dist #1
Emergency Services Dist #2
Emergency Services Dist #3
Emergency Services Dist #4
Northwest Forest MUD
Trinity Bay Conservation Dist
Water Control & Imp Dist #10



Goals

- The Jefferson Central Appraisal District is expected to arrive at equal and uniform values for the District, so that the cost of government shall be spread among all the taxpayers in an equitable manner. In addition to the equality factor, the values arrived at by the District are expected to approach market value. The District shall perform tests against the values to ensure equality and the quality of the work product.
- The Board of Directors of the Jefferson Central Appraisal District, as well as its staff, shall support and reinforce the Appraisal Review Board process in such a manner to ensure that the property owners receive a fair and unbiased hearing on their protest, and that the findings of the Appraisal Review Board shall be made known to the protesting party in an expeditious manner.
- Continue to improve electronic protest system as well as computerized system for handling all property owner contacts during the Appraisal Review Board process.
- Provide mapping information in the form of aerial photography, planimetric line maps, and digital parcel maps to be used by Jefferson County taxing entities as a base map for their geographic information systems.
- To continue to provide updated appraisal roll information, forms, information about a property owner's rights, and general information about the Appraisal District to the public through the District's website.
- Enhance the District's website to provide public announcements about ad valorem tax issues to the public, continue to make the website more user friendly for the public, and enhance the online electronic filing system to include additional forms in addition to the homestead exemption applications, agriculture-use special appraisal applications, and business personal property renditions.
- Reevaluate the needs of the District and develop new strategies to ensure that the District's Information System keeps up with new technology and operates in an efficient and expeditious manner.
- IT Department will work with the Appraisal Department as needed to assist in the design of and provide new valuation schedules for land or for other properties as requested.

Appraised Value Data

(Based on County-Wide Values)

Market/Taxable Value Comparisons

	<u>Tax Year 2020</u>	<u>Tax Year 2021</u>	<u>Tax Year 2022</u>
Market Value (before exemptions)	\$34,192,424,848	\$35,996,542,061	\$39,697,716,004
Net Taxable Value (after exemptions)	\$24,334,908,318	\$25,767,941,124	\$28,640,350,948

Taxable Values:

Residential Properties, Real	\$ 6,443,955,124	\$ 7,566,907,628	\$ 8,386,569,305
Commercial & Industrial Prop, Real	\$10,244,312,879	\$10,893,519,541	\$11,333,622,788

Number of Accounts	149,487	148,802	148,900
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Top 10 Taxpayers

TAXPAYER	2020 TAXABLE VALUE	TAXPAYER	2021 TAXABLE VALUE	TAXPAYER	2022 TAXABLE VALUE
Motiva	\$2,518,029,788	ExxonMobil	\$2,099,637,510	ExxonMobil	\$2,352,935,900
ExxonMobil	\$2,200,909,815	Motiva	\$1,717,147,691	Motiva	\$1,887,418,313
Valero	\$1,110,358,879	Valero	\$ 917,920,968	Valero	\$1,127,165,463
Sunoco	\$ 596,642,374	Enterprise TX Pipeline	\$ 663,756,186	Enterprise Tx Pipeline	\$ 674,821,719
Total Petrochemicals	\$ 525,725,432	Entergy	\$ 447,876,837	Total Petrochemicals	\$ 579,132,364
Huntsman/Indorama	\$ 401,120,789	Total Petrochemicals	\$ 447,069,563	Entergy	\$ 554,978,315
Entergy	\$ 363,512,673	Sunoco	\$ 432,450,269	Sunoco	\$ 437,846,338
Golden Pass LNG	\$ 358,537,969	Golden Pass LNG	\$ 419,795,475	Golden Pass LNG	\$ 425,452,104
Enterprise TX Pipeline	\$ 353,112,321	Phillips 66	\$ 289,028,829	Indorama/Huntsman	\$ 354,009,295
Chevron Phillips	\$ 259,065,391	Indorama/Huntsman	\$ 271,264,760	Phillips 66	\$ 334,181,595

New Construction Values

2022 Market Value	2022 Taxable Value
\$477,542,628	\$455,029,08



Property Types Defined

The District codes each piece of property based on how it is used. These codes are called Property Use Codes and are abbreviated PU Code. Property is classified as either real or personal. Real property is defined as land, improvements, mines or quarries, minerals in place, and standing timber. Personal property is defined as all property that is not real, such as business inventory, furniture and fixtures, machinery and equipment, vehicles, supplies, etc. Only personal property that is used to produce an income is taxable. Personal property is defined as tangible and intangible. All property that can be perceived through the senses (seeing, weighing, measuring, and feeling) is tangible. If you cannot perceive the property itself, it is intangible.

The Property Use Codes are defined as follows:

PU Code A - Real Property, Residential, Single-Family:

Single-family houses and the land they are situated on, including townhouses, condominiums, and mobile homes located on land owned by the resident.

PU Code B - Real Property, Residential, Multi-Family:

Residential properties containing two or more residential units under single ownership including apartment complexes, duplexes, triplexes, and fourplexes. This category does not include motels or hotels (see PU Code F).

PU Code C - Real Property, Vacant Platted Lots and Tracts:

Vacant tracts of land which usually are described in terms other than acreage, commonly by means of lot and block numbers plus subdivision name. They are usually located either within municipalities or in adjacent or otherwise proximate territory. This category includes platted lots and/or subdivided tracts.

PU Code D - Real Property, Farms and Acreage:

Larger vacant tracts of land including timberland, ranches, recreational acreage, idle land, and waste land. Major criteria are rural location and description in terms of acreage. However, it is possible for farms to be located within city limits.

PU Code E - Real Property, Farm and Ranch Improvements:

Improvements associated with land reported as Category D property, including residences, barns, silos, sheds, garages, and other improvements associated with farming or ranching. These tracts of land must be over 5 acres.

PU Code F - Real Property, Commercial and Industrial:

Land and improvements associated with commercial and industrial properties, including stores, office buildings, hotels and motels, gasoline service stations, commercial garages, parking lots, warehouses, theater buildings, financial institutions, finance companies and insurance companies, clinics and nursing homes, refineries, chemical plants, manufacturing companies, etc.

PU Code G - Real Property, Oil, Gas and Other Mineral Reserves:

Producing oil and gas wells, and all other minerals being mined including coal, ores, metals, etc. This category also covers non-producing wells and non-mined minerals including mineral rights. This category does not include the value of the surface land being produced.



PU Code H2 - Tangible Personal Property, Goods in Transit:

The personal property stored under a contract of bailment by a public warehouse operator and identified according to Property Tax Code Section 11.253.

PU Code J - Real and Tangible Personal Property, Utilities:

The real property and the machinery, fixtures, and equipment of all types for railroads, electric and gas companies, telephone companies, water systems, TV and cable companies, pipelines, microwave towers, etc.

PU Code L - Tangible Personal Property, Commercial and Industrial:

The furniture, fixtures, equipment, supplies, and inventory of commercial businesses. A commercial business is any business that provides items for sale or service to the public. It also includes the machinery and equipment, computers, trucks, heavy equipment, inventory stock, drilling rigs, portable tools, furniture and fixtures, raw materials, goods in process, and finished goods of industrial businesses. An industrial business is any business that adds value to a product through development, manufacture, processing, or storage of that product.

PU Code M - Other Tangible Personal Property:

Aircraft and watercraft that is owned by an individual that is used to produce an income. It also includes mobile homes on leased land.

PU Code O - Residential Inventory:

Residential real property that is held as inventory. To qualify under this category the property must be under the same ownership, be contiguous or located in the same subdivision or development, be held for sale in the ordinary course of business, be subject to zoning or deed restrictions limiting it to residential use, have never been occupied for residential purposes, not be presently leased or producing income, and be listed as business inventory.

PU Code S - Special Inventory:

Certain personal property of businesses that provide items for sale to the public, such as dealer's motor vehicle, heavy equipment, vessel and outboard motor, or retail manufactured housing inventory. These personal property items are appraised based on total annual sales in the prior tax year.



Below is a breakdown of the 2022 Values by State Code:

State Code	2022 # of Accounts	2022 Market Value	2022 Taxable Value
A: Single-Family Residential	81,588	\$11,695,558,182	\$8,386,569,305
B: Multi-Family Residential	1,320	\$1,220,169,349	\$1,217,396,398
C: Vacant Lots	26,008	\$288,809,855	\$288,714,884
D: Rural Land: Farms and Acreage	4,938	\$585,917,947	\$47,928,067
E: Farm and Ranch Improvements	3,118	\$541,645,168	\$490,843,425
F: Commercial & Industrial Improvements	6,792	\$15,745,239,850	\$11,333,622,788
G: Oil, Gas, and Minerals	2,368	\$74,317,993	\$74,317,993
H2: Good in Transit	1	\$64,712	\$64,712
J: Utilities	2,184	\$1,328,195,333	\$1,328,195,333
L: Commercial & Industrial Personal Property	11,486	\$5,354,313,234	\$5,343,224,774
M: Other Tangible Personal Property	1,736	\$28,370,523	\$24,936,041
O: Residential Inventory	378	\$12,338,060	\$12,338,060
S: Special Inventory	164	\$92,198,489	\$92,198,489
X: Totally Exempt Accounts	6,819	\$2,730,577,309	\$679
TOTALS:	148,900	\$39,697,716,004	\$28,640,350,948

State Comptroller's Studies

The Property Tax Assistance Division (PTAD) of the State Comptroller's Office conducts two different studies on appraisal districts on an alternating basis. Jefferson CAD receives a Property Value Study in even years and a Methods and Assistance Program (MAP) review in odd years. Each study is described in detail below.

PROPERTY VALUE STUDY

The Property Value Study is conducted by PTAD to determine the market value of all taxable property within each school district and appraisal levels within each appraisal district. This study is basically a report card on how close to market value each appraisal district appraises the property within its jurisdiction.

The Appraisal District component of the study, commonly referred to as the "ratio study," provides each appraisal district with a measure of how well it applies appraisal techniques. The PTAD's field appraisers select sample properties and compare the District's appraised value with the sales price of the same property. They calculate a ratio for each property in the sample by dividing the District's appraised value by the sale price. If sufficient sales data is not available, the PTAD's field appraiser will perform appraisals on randomly selected properties. For example, if the District appraises a piece of property at \$50,000, and this same property recently sold for \$55,000, then the District is appraising the property at 91% of market value (\$50,000/\$55,000). The Comptroller then finds the median, or middle, ratio for the properties sampled. If 3 properties are tested indicating ratios of 105%, 92%, and 90%, then the median ratio of appraisal is 92%.



If the District values are at a level either above or below what the PTAD’s study reports as market value, this may be an indication that a reappraisal is necessary to get values closer to 100 percent of market value.

The PTAD conducted a review of the District’s 2022 values. Below are the results of that study:

2022 RESULTS

CATEGORY OF PROPERTY	MEDIAN LEVEL OF APPRAISAL
Single-Family Residential	98%
Multi-Family Residential	91%
Farm and Ranch Improvements on Non-Qualified Land	105%
Commercial Real	87%
Utilities	90%
Commercial Personal	99%
OVERALL	98%

For the 2022 Property Value Study, Beaumont ISD and Port Arthur ISD had invalid findings and were in the second year of grace period from having invalid findings in the 2020 study. If the District is not successful in its appeal of the preliminary findings, the State funding for these school districts may be affected.

METHODS AND ASSISTANCE PROGRAM (MAP) REVIEW

In the Methods and Assistance Program (MAP) review, PTAD reviews the District’s governance; taxpayer assistance; operating standards; and appraisal standards, procedures, and methodology.

Below are the findings from the 2021 MAP Review:

2021 RESULTS

Mandatory Requirements	Pass/Fail
1. Does the appraisal district have up-to-date appraisal maps?	PASS
2. Is the implementation of the appraisal district’s most recent reappraisal plan current?	PASS
3. Are the appraisal district’s appraisal records up-to-date and is the appraisal district following established procedures and practices in the valuation of property?	PASS
4. Are values reproducible using the appraisal district’s written procedures and appraisal records?	PASS



Appraisal District Activities	Rating
Governance	MEETS ALL
Taxpayer Assistance	MEETS ALL
Operating Procedures	MEETS ALL
Appraisal Standards, Procedures, and Methodology	MEETS ALL

APPRAISAL DISTRICT RATINGS:

Meets All – the total point score is 100

Meets – the total point score ranges from 90 to less than 100

Needs Some Improvement – the total point score ranges from 85 to less than 90

Needs Significant Improvement – the total point score ranges from 75 to less than 85

Unsatisfactory – the total point score is less than 75

Review Area	Total Questions in Review Area (Excluding N/A Questions)	Total “Yes” Points	Total Score (Total “Yes” Questions/Total Questions) X 100
Governance	16	16	100%
Taxpayer Assistance	9	9	100%
Operating Procedures	13	13	100%
Appraisal Standards, Procedures, and Methodology	19	19	100%

Exemption Data

All real and tangible personal property is taxable unless it is exempted by a federal or state law. An absolute exemption excludes the entire property from taxation. A partial exemption removes a percentage or fixed dollar amount of a property’s value from taxation. The District administers all exemptions. Below is a summary of the major categories of property that are exempt from ad valorem taxation:

Absolute Exemptions

- Public property owned by a local, state, or federal agency
- Cemeteries that are dedicated exclusively for the purpose of human burial
- Associations that promote religious, educational, and physical development for boys, girls, young men, and young women
- Religious organizations
- Schools and colleges
- Hospitals
- Low-income housing projects
- Personal property and mineral interests with a value less than \$500
- Associations providing assistance to ambulatory health care centers



- Organizations engaged primarily in performing charitable functions
- 100% disabled veterans' residence homestead
- Motor vehicles leased for personal use

Partial Exemptions

- Residential homesteads (other than 100% disabled veterans)
- Disabled veterans
- Pollution control property
- Goods in Transit (Freeport and Super Freeport)

Abatements and Limited Appraised Value Agreements

A tax abatement is a local agreement between a taxpayer and a taxing unit that exempts all or part of the increase in the value of the real property and/or tangible personal property from taxation for a period not to exceed 10 years. Tax abatements are an economic development tool available to cities, counties, and special districts to attract new industries and to encourage the retention and development of existing businesses through property tax exemptions or reductions. School districts may not enter into abatement agreements, but they may enter into Limitation on Appraised Value agreements that are similar in nature to tax abatements.

Homestead Exemptions

A homestead exemption removes part of the value of a residence from taxation and lowers the taxes. In order to qualify for the homestead exemption, property owners must own their homes as of January 1 of the tax year and use the home as their principal residence. New homeowners may qualify for the general homestead exemption based on the date of purchase of the property if the former owner did not qualify for this exemption. Property owners with more than one house can only get exemptions for their main or principal residence. There are four types of homestead exemptions:

General Homestead:

For all homeowners including heirs.

Over-65 Homestead:

In addition to the general homestead exemption, once property owners become 65 years of age, they are entitled to the over-65 homestead exemption that exempts an additional amount from the value of their home. This exemption becomes effective on the owners' date of birth and applies to the taxes for the entire year in which they turn 65. Once property owners receive the over-65 homestead exemption, they get a tax ceiling for their school taxes. In addition, Jefferson County and the City of Port Arthur also grant a tax ceiling. The taxes for the entities granting the tax ceiling cannot increase above the lesser of the amount of taxes that would have been due the year the property owners turn 65 based on a full year with the over-65 exemption or the amount of taxes paid in the following year. For property owners moving into a new residence after turning 65, this tax ceiling is transferable.

Disability Homestead:

A person with a disability may get an additional exemption. A "disability" means either (1) the person cannot engage in gainful work because of a physical or mental disability or (2) the person is 55 years of age, blind, and cannot engage in their previous work because of blindness. Persons receiving disability benefits under the



Federal Old Age, Survivors and Disability Insurance Program administered by the Social Security Administration will qualify for this exemption.

Disability benefits from any other program do not automatically qualify a property owner for this exemption. Information on disability ratings from the civil service, retirement programs or from insurance documents, military records, or a doctor’s statement may be needed.

Property owners may receive the disability exemption in addition to the general homestead exemption but not in addition to the over-65 homestead exemption.

A tax ceiling is also offered on the disability exemption by the school districts, Jefferson County, and the City of Port Arthur, and it is transferable with certain restrictions.

Surviving Spouse Over-65 or Disability Homestead:

If the spouse who was receiving the over-65 or disability homestead exemption dies, this exemption will transfer to the surviving spouse providing the spouse is 55 years of age or older and maintains ownership of the home. The surviving spouse must apply for this exemption.

Disabled Veteran:

Another type of exemption granted is the disabled veteran exemption. Property owners are entitled to an exemption for a portion of the appraised value of any property they own if they are either (1) a veteran who was disabled while serving with the U. S. armed forces or (2) the surviving spouse or child (less than 18 years of age and unmarried) of a disabled veteran or of a member of the armed forces who was killed while on active duty. You must be a Texas resident. Below is a table of the exemptions granted:

Exemption Amount	Disability Rating of:
\$ 5,000	10% - 29%
\$ 7,500	30% - 49%
\$10,000	50% - 69%
\$12,000	70% - 100%
	OR
	10% or more AND over 65
EXEMPT	100% and unemployable

100% Disabled Veteran Homestead:

If you are a disabled veteran who receives from the US Department of Veteran Affairs (1) 100% disability compensation due to a service-connected disability; and (2) a rating of 100% disabled or of individual unemployability, you are entitled to an exemption from taxation of the total appraised value of your residence homestead. This benefit has been extended to the surviving spouse upon the veteran's death with certain restrictions.

Surviving Spouses of Members of the US Armed Services Killed In Action:

The surviving spouse of a member of the US armed services killed in action is allowed a total (100%) property tax exemption on his or her residence if the surviving spouse has not remarried since the death of the armed services member.

Surviving Spouses of First Responders Killed in the Line of Duty:

The eligible surviving spouse of a first responder killed in the line of duty is allowed a total (100%) property tax exemption on his or her residence if the surviving spouse has not remarried since the death of the first responder.

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Exemption applications, other than the over-65 homestead exemption, must be filed between January 1 and May 1 of each tax year. The over-65 homestead exemption can be filed once you turn 65 years of age.

Below are the amounts of exemption granted by the taxing entities for each type of homestead exemption for the 2021 Tax Year:

Taxing Entity	Homestead Exemption	Over-65 Exemption	Disability Exemption
Jefferson County	20%	\$40,000	\$40,000
Beaumont ISD	\$40,000	\$15,000	\$10,000
Hamshire-Fannett ISD	\$40,000	\$10,000	\$10,000
Hardin-Jefferson ISD	15% + \$40,000	\$10,000	\$10,000
Nederland ISD	\$40,000	\$10,000	\$10,000
Port Arthur ISD	\$40,000	\$25,000	\$25,000
Port Neches-Groves ISD	20% + \$40,000	\$10,000	\$10,000
Sabine Pass ISD	20% + \$40,000	\$20,000	\$20,000
City of Beaumont	\$0	\$17,500	\$17,500
City of Bevil Oaks	20%	\$20,000	\$20,000
City of Groves	\$0	\$12,000	\$12,000
City of Nederland	\$0	\$15,000	\$15,000
City of Port Arthur	20%	\$25,000	\$25,000
City of Port Neches	20%	\$16,600	\$16,600
City of Taylor Landing	\$0	\$17,500	\$17,500
Sabine Neches Navigation District	20%	\$40,000	\$40,000
Port of Beaumont	20%	\$40,000	\$40,000
Port of Port Arthur	20%	\$40,000	\$40,000
Port of Sabine Pass	20%	\$30,000	\$30,000
Drainage District #3	20%	\$40,000	\$40,000
Drainage District #6	20%	\$40,000	\$40,000
Drainage District #7	20%	\$40,000	\$40,000
Emergency Services District #1	\$0	\$0	\$0
Emergency Services District #2	\$0	\$0	\$0
Emergency Services District #3	\$0	\$0	\$0
Emergency Services District #4	\$0	\$0	\$0
Northwest Forest MUD	20%	\$40,000	\$40,000
Trinity Bay Conservation District	20%	\$60,000	\$60,000
Water Control & Imp District #10	20%	\$20,000	\$10,000

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Below is the value of property exempted from the appraisal roll for Jefferson County for the 2022 tax year. The amount of certain exemptions will vary based on the taxing entity.

Type of Exemption	2022 Value Exempted
General residential homestead	\$1,587,402,071
Over-65 residential homestead	\$ 779,387,647
Disability residential homestead	\$ 83,632,459
Disabled veterans' exemption	\$ 158,025,547
First responder/Armed Forces homestead	\$ 403,034
Disaster Exemption	\$ 0
Abatements	\$3,685,831,449
Pollution control property	\$ 736,192,366
Governmental property/charitable orgs/religious orgs/hospitals/etc.	\$2,644,065,249
Private schools	\$ 43,351,242
Primarily charitable organizations	\$ 4,503,978
Interstate commerce	\$ 0
Youth organizations	\$ 9,911,384
Minerals and personal property less than \$500	\$ 950,728
Public property for housing indigent persons	\$ 15,461,028
Organizations providing economic development	\$ 2,237,514
Community Housing Organizations	\$ 2,432,250
Miscellaneous	\$ 7,663,256
TOTAL:	\$9,761,451,202

While all values are being reported on a county-wide basis, due to the variation of exemptions granted by the taxing entities, below is a summary of exemptions by entity:

Abatement/Chapter 313	2022 Value Exempted
Jefferson County	\$3,685,831,449
Beaumont ISD	\$1,921,506,062
Nederland ISD	\$ 331,585,300
Port Arthur ISD	\$ 114,945,600
Port Neches-Groves ISD	\$ 935,635,700
Sabine Pass ISD	\$ 110,800,000
City of Beaumont	\$ 141,853,470
City of Port Arthur	\$ 100,482,065
Port of Beaumont	\$2,214,528,123
Port of Port Arthur	\$ 161,224,000
Port of Sabine Pass	\$ 213,600,000
Sabine Neches Navigation District	\$3,438,889,723
Drainage District #6	\$ 620,074,616
Drainage District #7	\$1,194,320,860



Property Owner Appeal Data

The District mailed out 144,034 Notices of Appraised Value. The Appraisal Review Board (ARB) began protest hearings on May 24, 2022 and approved the appraisal records on July 20, 2022 with no pending protests. The ARB was in session for 29 days, and while the ARB offered one evening session, no protesting party requested an evening meeting.

Below is a history of protest activity for the past three years:

	2020	2021	2022
Number of accounts appealed	9,025	14,695	12,489
Number of accounts settled informally with a signed value agreement/topline	5,581	6,619	6,673
Number of accounts with protest hearing canceled	1,089	1,937	1,480
Number of accounts not appearing for protest hearing	1,158	2,897	2,389
Number of accounts presented to ARB	1,197	3,242	1,947
No Show/Cancel rate of formal protest hearings	86.74%	77.94%	84.41%

Lawsuit Data

Property owners who appeared before the ARB and do not agree with the ARB's decision may file an appeal to District Court. In 2022, 173 lawsuits were filed. As an alternate, property owners may file a request for arbitration on appraised or market value issues on their homestead with no limit on value or on any other property with a value under \$5 million. In 2022, 85 requests for arbitration were filed, with settlements and hearings ongoing. An appeal to State Office of Administrative Hearings (SOAH) is available on properties valued at more than \$1 million. The District did not receive any SOAH appeals in 2022.

Below is a history of the lawsuits filed for the past three years:

	2020	2021	2022
# Lawsuits Filed	83	191	173
# Accounts	271	1,231	524
Appraised Value	2,716,267,113	\$1,627,802,527	\$1,824,805,111
# Lawsuits Settled	80	130	2
# Accounts	268	951	8
Original Appraised Value	\$2,702,965,971	\$1,000,437,850	\$3,843,610
Settled Appraised Value	\$2,274,577,445	\$841,896,179	\$3,414,123
Value Loss:	\$428,38,526	\$158,541,671	\$429,487
% of Value Loss:	15.85%	15.85%	11.17%
# Lawsuits Pending	3	61	171
# Accounts	3	280	516
Appraised Value	\$13,301,142	\$627,364,677	\$1,820,961,501
# Arbitrations filed	20	75	85
# Settled Prior to Hearing	3	22	N/A
# Found in favor of JCAD	14	37	N/A
JCAD Value	\$16,247,712	\$67,893,874	N/A
Taxpayer's Opinion of Value	\$11,253,185	\$42,215,068	N/A
Final Value	\$14,306,346	\$57,312,036	N/A
Value Loss:	\$1,941,366	\$10,581,838	N/A
% of Value Loss:	11.95%	15.59%	N/A



Business Administration

District Departments and Personnel

The Office of the Chief Appraiser is primarily responsible for overall planning, organizing, staffing, coordinating, and controlling District operations as required by the Texas Property Tax Code. This Department is also responsible for scheduling all property owner protests before the Appraisal Review Board, handling all inquiries regarding protests and ARB scheduling, posting agendas, and preparing meeting packets for both the ARB and Board of Directors, and administering abatements. The Administration Department's function is to plan, organize, direct and control the business support functions relating to human resources, budget, finance, purchasing, capital assets, facilities, and postal services. This Department has 4 employees.

The Appraisal Department is responsible for the valuation of all property in the District. The Appraisal Department divisions include commercial, residential, and business personal property. This Department also works with the District's industrial appraising firm, Capitol Appraisal Group, for its industrial, mineral, and utility property valuations. Informal property owner appeals, special-use appraisals, in-house ratio studies, and market analyses are also handled in the Appraisal Department. This Department handles permits and blueprints received from the cities, administers the Records Management Program, and prepares evidence in response to evidence requests submitted by the public during protest period. This Department has 20 employees.

The main function of the Information & Exemptions Department is customer service. The staff in this Department is the customer's first contact, and they must be able to answer a multitude of questions and be able to transfer customers to the proper department for assistance. This Department assists the general public in filing exemptions, name and address changes, and processing of renditions. This Department also assists tax agents in filing Appointment of Agent forms and ensuring that the accounts are coded for the proper authority. All changes to the appraisal roll after certification flow through this Department and reports of changes for the Appraisal Review Board's action are prepared. This Department has 6 employees.

The Mapping and GIS Department oversees the creation and maintenance of digital and hard copy property ownership maps. The staff makes decisions on property boundary line discrepancies, researches ownership issues, reads metes and bounds descriptions as well as other documents relating to change of property ownership, receives and reviews property information from the County Clerk's office, updates the appraisal roll for name and ownership changes, updates hard copy of maps using engineering scales, creates accounts for new subdivisions and/or replats filed in map records, redesignates accounts for future annexation or deannexation, and responds to inquiries from the public requesting information or copies of maps. This Department has 6 employees.

The Information Technology Department oversees the installation, testing, administration, and maintenance of the information systems. The staff assesses user needs through direct communication and system analysis, performs routine troubleshooting of the PACS software, oversees the scheduling of tasks, and assists in user training. The staff is also responsible for ordering and installing new computer equipment and analyzing the PACS software to find more efficient methods for the users to perform their job duties. The staff produces queries, Excel reports, and Crystal reports to meet the needs of the users; keys and generate letters as needed; oversees the daily and weekly backup of data; loads the mineral and industrial appraisal changes from the industrial appraisal firm; exports data files to the FTP site for the public; and prepares the Property Value Study reports for the Comptroller's Office. This Department has 3 employees.



Professional Staff Designations

Level I Appraiser	0
Level II Appraiser	2
Level III Appraiser	2
Registered Professional Appraiser (RPA)	19
IAAO Assessment Administration Specialist (AAS)	2
IAAO Residential Evaluation Specialist (RES)	3
IAAO Cadastral Mapping Specialist (CMS)	2
IAAO Personal Property Specialist (PPS)	1
State Certified General Real Estate Appraiser	1

Budget

The Administration Department published a Comprehensive Annual Financial Report for submission to the Chief Appraiser, Board of Directors, and the executive officers of the taxing units served by the District pursuant to Property Tax Code Sec 6.063. The Government Finance Officers Association of the United States and Canada (GFOA) has awarded a certificate of Achievement for Excellence in Financial Reporting to the District for this report for 20 consecutive years. The purpose of this report is to provide citizens, agencies, and other interested parties with reliable information concerning the financial condition of the District.

Below is a summary of the District's financial status: 

	2022 Adopted	2021 Audited Budget	2020 Audited Budget
Revenues			
Entity Allocations/Fund Balance	\$7,087,796	\$5,575,843	\$4,737,021
Investment Income	\$5,000	\$1,942	\$14,656
Other Income	\$0	\$50	\$1,304
Total Revenues	\$7,092,796	\$5,577,835	\$4,752,980
Expenditures			
Salaries and Benefits	\$3,961,537	\$3,657,892	\$3,585,011
Services	\$2,022,640	\$1,353,694	\$1,084,359
Supplies	\$169,155	\$88,314	\$ 94,011
Capital Outlay	\$186,029	\$93,529	\$23,500
Equipment Replacement	\$75,000	\$0	\$0
Other Operating	\$678,435	\$432,029	\$396,383
Total Expenditures	\$7,092,796	\$5,625,458	\$5,183,264
EXCESS(DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$0	(\$47,623)	(\$430,283)



Customer Service Survey Analysis

The District places Customer Service Survey cards throughout the office and also allows the public to complete a survey on its website. Below is an analysis of the survey results:

2022 Overall Performance – Level of Service Rating	
Excellent Service	100.00%
Good Service	0.00%
Improvements Needed	0.00%
Unsatisfactory Service	0.00%
TOTALS:	100.00%

2022 Overall Categorical Percentages				
Category	Excellent	Good	Needs Improvement	Unsatisfactory
Wait time for assistance	100.00%	0.00%	0.00%	0.00%
Professionalism and helpfulness	100.00%	0.00%	0.00%	0.00%
Knowledge of staff	100.00%	0.00%	0.00%	0.00%
Staff listened to my concerns	100.00%	0.00%	0.00%	0.00%
Staff treated me in a fair manner	100.00%	0.00%	0.00%	0.00%



Highlights of 2022 Tax Year

Appraisals and GIS

Four appraisers are currently working towards obtaining their Registered Professional Appraiser (RPA) designations through TDLR, and three other appraisers are working towards designations through IAAO.

The District updated aerial imagery, revised the personal property depreciation schedules, and revised portions of the commercial property cost schedules.

All sales were placed in the GIS function of PACS to allow appraisers to easily access sales locations.

Exemptions

Proposition 2 was passed by the voters in May, 2022 increasing the general homestead exemption for school districts from \$25,000 to \$40,000.

Notices of Appraised Value

To conform to legislative changes, the District attached a copy of the notice of appraised value to every property on its website within one week after mailing it. Since the deadline for filing protests is dependent on the date the notices of appraised value are mailed, property owners who do not receive a notice of appraised value by mail due to an unreported change in their mailing address or issues with mail delivery are still able to obtain a copy of this notice with sufficient time to file their protests.

Single-Member ARB Panels

For the first time, property owners were able to request that their protest be heard before a single-member panel. Of the 1,947 protests heard by the ARB, 258 were determined by a single-member panel. In the past, the ARB met in two panels each day.



With the implementation of the single-member panel, the ARB was able to meet in three panels on certain days. While there was a reduction of 15% in the number of protests filed from 2021; the ARB met 30% less days due to single-member panels.

Protest Hearing Reminders

Property owners were able to request that the District email, text, or email and text a reminder of their protest hearing for the first time in 2022, with 32 percent of the protests requesting this reminder. The IT Supervisor wrote a program that allowed the District to send these reminders en masse. The reminder could be sent within 1 – 7 days of the scheduled hearing. While 19.7% of the property owners did not appear for their protest hearing in 2021, this rate decreased only slightly to 19.1% in 2022. However, percentage of property owners that canceled their hearing increased from 58.2% to 65.3% in 2022.

IAAO Certificate of Excellence in Assessment Administration Recertification

In March, 2016 the District obtained the prestigious Certificate of Excellence in Assessment Administration (CEAA) from the International Association of Assessing Officers (IAAO). In order to maintain this designation, the District must recertify every 5 years. In order to recertify, the District was required to rewrite 4 of the 13 chapters, provide a Summary of Material Changes since the original certification, and provide an Excel spreadsheet of continuing education hours for the previous 5 years for all employees. In July, 2022 the District was notified that it had successfully passed its recertification. The District's accomplishment was acknowledged at the IAAO Annual Conference in Boston in August.

There are only 11 appraisal districts in Texas with the CEAA designation, and JCAD was the 7th appraisal district in Texas to obtain this designation.

GFOA Certificate of Excellence in Financial Reporting

The District's comprehensive annual financial report for the fiscal year ended December 31, 2020 qualified for the Government Finance Officers Association's (GFOA) Certificate of Achievement for Excellence in Financial Reporting. This Certificate of Achievement is the highest form of recognition in governmental accounting and financial reporting, and its attainment represents a significant accomplishment. The District has received this award for 20 consecutive years.