

Introduced by: Mayor Eberhart
Finance Committee: June 2, 2015
Date: June 8, 2015

RESOLUTION NO. 4680

**A RESOLUTION FIXING THE RATE OF TAX LEVY FOR
MUNICIPAL PURPOSES FOR THE 2015 REAL PROPERTY
TAX OF THE CITY OF FAIRBANKS, ALASKA**

WHEREAS, the real property assessment rolls have been completed, and the Fairbanks North Star Borough Assessor's Office has advised the City Mayor that the net taxable value of real property, as defined by AS 29.71.800, within the City of Fairbanks, Alaska, is estimated at **\$2,605,057,076**.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF FAIRBANKS, ALASKA, as follows:

Section 1. That the rate of levy on the net assessed value of taxable real property is hereby fixed at 5.678 mills for municipal purposes within the City of Fairbanks. The 5.678 mill rate as provided in Fairbanks Charter Section 6.5 is comprised of three parts:

General Fund Expenditures:	4.900 mills
Voter approved services(Prop A):	.267 mills
Claims & Judgments:	.511 mills

Section 2. That taxes levied hereby are due, delinquent and subject to penalties and interest as provided by FGC Chapter 74, Article II, City of Fairbanks, Alaska.

Section 3. Taxes in any given year may be paid in two equal installments. The first half of taxes thus levied shall be due on the first day of September in the year in which the taxes are levied and are delinquent if not paid prior to the close of business on that day. The second half of taxes thus levied shall be due on the first day of November in the year in which the taxes are levied and are delinquent if not paid prior to the close of business on that day.

Section 4. The sections, paragraphs, sentences and clauses and phrases of this Resolution are severable. Should any part of this Resolution be declared unconstitutional or otherwise unlawful by a valid judgment or decree of any court of competent jurisdiction, such unconstitutionality or unlawfulness shall not affect any of the remaining sections, clauses, sentences, paragraphs and phrases of this Resolution.

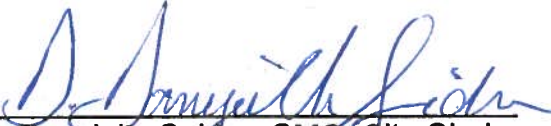
PASSED and APPROVED this 8th day of June 2015.

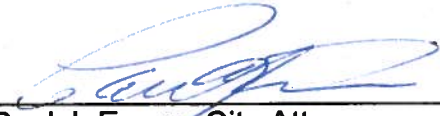

John Eberhart, City Mayor

AYES: PASSED and APPROVED on the CONSENT AGENDA
NAYS: None
ABSENT: Pruhs
APPROVED: June 8, 2015

ATTEST:

APPROVED AS TO FORM


D. Danyielle Snider, CMC, City Clerk


Paul J. Ewers, City Attorney

City of Fairbanks
Property Tax Computation for Mill Levy

PREPARED 6/4/2015

City Charter Sec. 6.6 A. Formula for the computation of the maximum allowable tax is: (A-B)+D+F=G

	2014	2015
A Total Amount of City Tax Levied in Prior Year	\$ 19,496,943	\$ 19,612,220
B Equals the amount of the actual payment of principal and interest on bonds made in prior year	-	-
Amount levied for judgments in prior year	(1,343,248)	(975,217)
Amount levied for additional voter approved taxes in prior year	(695,380)	(695,380)
(A-B)	17,458,315	17,941,623
D The percentage change in the CPI-U for Anchorage, AK during prior year multiplied by the net taxes levied in prior year.	3.10% 1.60% 541,208	287,066
F The total amount of all exclusions under City of Fairbanks Charter	1,868,493	2,381,639
G Total taxes calculated: G=(A-B)+D+F	19,868,016	20,610,328
Current Year Hotel/Motel Tax Budgeted	(2,233,308)	(2,233,308)
Current Year Alcohol Tax Budgeted	(2,163,000)	(2,179,223)
Current Year Tobacco Tax Budgeted	(930,000)	(930,000)
Total other taxes allowed by tax cap:	14,642,708	15,267,797
FGC Sec. 74-35 Surplus which exceeds 2% of prior year Revenue Cap	-	-
	14,642,708	15,267,797
Total net taxable value of Land and Improvements	\$ 2,574,554,098	\$ 2,605,057,076

	2014	2015
Calculated mill levy	5.687	5.861
Amount for voter approved services, Judgements and Claims Insurance	0.649	0.778
4.9 mills allowed by Charter	4.900	4.900
2013/2014 Property tax	5.549	5.678
Other Taxes that can be levied	0.226	0.183

2015 Mill Levy Break Down	
Allowed by Charter	4.900
Additional voter approved services	0.267
Judgments	0.511
	5.678
Other taxes that can be levied	0.183
Calculated mill levy	5.861

* Calculation of F: The total amount of all exclusions under City of Fairbanks Charter section 6.5(B).

f.1 The taxes on new construction or property improvements equals the projected tax revenue from the value of that new construction or property improvements, computed by multiplying the tax rate applied to properties in the City during the current fiscal year by the assessed value of the new construction and property improvements:

New construction & improvements certified value:	63,728,079
Year 2014 mill rate:	5.549
	353,627

f.2 The principal and interest due in the next fiscal year on bonds:	0	
f.3 Taxes to provide additional voter-approved services:	695,380	Proposition A - 2011
f.4 Taxes for new judgments & claims mitigation insurance:	1,332,632	
f.5 Special appropriations necessary on an emergency basis:	0	
f.6 Any taxes approved by the voters:	0	
	2,381,639 *	