

Introduced by: Mayor Jerry Cleworth
Finance Committee: June 1, 2011
Date: June 6, 2011

RESOLUTION NO. 4474, AS AMENDED

**A RESOLUTION FIXING THE RATE OF TAX LEVY FOR
MUNICIPAL PURPOSES FOR THE 2011 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 ~~\$2,412,601,885~~ **\$2,413,004,325**.

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 5.843 mills for municipal purposes within the City of Fairbanks. The 5.843 mill rate as provided in Fairbanks Charter Section 6.5 is comprised of three parts:

General Fund Expenditures:	4.900 mills
Police Station Bond Payments:	0.288 mills
Claims & Judgments:	0.655 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.

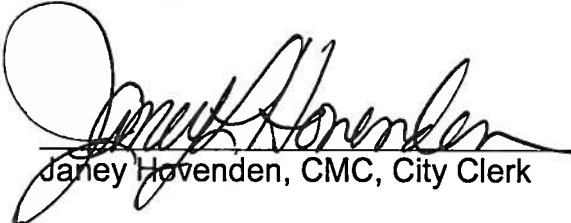
Passed and Approved this 6th day of June, 2011.



Jerry Cleworth,
CITY MAYOR


AYES: Gatewood, Roberts, Eberhart, Matherly, Stiver, Bratcher
NAYS: None
ABSENT
APPROVED: June 6, 2011

ATTEST:



Janey Hovenden, CMC, City Clerk

APPROVED AS TO FORM



Paul J. Ewers, City Attorney

City of Fairbanks
Property Tax Computation for Mill Levy

PREPARED 06/03/2011

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

	2010	2011
A Total Amount of City Tax Levied in Prior Year	\$ 17,129,154	\$ 18,623,562
B Equals the amount of the actual payment of principal and interest on bonds made in prior year	696,530	692,880
Amount levied for judgments in prior year	1,530,070	1,493,193
(A-B)	14,902,554	16,437,489
D The percentage change in the CPI-U for Anchorage, AK during prior year multiplied by the net taxes levied in prior year. 1.20% 1.80%	178,831	295,875
F The total amount of all exclusions under City of Fairbanks Charter	3,927,128	2,743,171
G Total taxes calculated: G=(A-B)+D+F	19,008,513	19,476,535
Current Year Hotel/Motel Tax Budgeted	2,233,308	2,233,308
Current Year Alcohol Tax Budgeted	1,620,000	1,900,000
Current Year Tobacco Tax Budgeted	725,000	850,000
Total other taxes allowed by tax cap:	14,430,205	14,493,227
FGC Sec. 74-35 Surplus which exceeds 2% of prior year Revenue Cap	-	-
	<u>14,430,205</u>	<u>14,493,227</u>

Total net taxable value of Land and Improvements

2010	2011
\$ 2,420,240,995	\$ 2,413,004,325

Calculated mill levy

2010	2011
5.962	6.006

Amount for Bonds, Judgements and Claims Mitigation Insurance	0.903
4.9 mills allowed by Charter change	4.900
2010/2011 Property tax	5.803

\$ 2,186,073	\$ 2,274,507	0.943
11,859,181	11,823,721	4.900
\$ 14,045,254	\$ 14,098,228	5.843

Other Taxes that can be levied 0.159

\$384,951	\$394,999	0.163
-----------	-----------	-------

2011 Mill Levy Break Down	
Allowed by Charter	4.900
Police Station Bonds	0.288
Judgments	0.655
Other taxes that can be levied	0.163
Calculated mill levy	<u>6.006</u>

* 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 from Bldg Dept & Annexation:	80,762,443	\$ 48,372,142.00	Building Department
Year 2010 mill rate:	5.803	32,390,301.00	Annexation
	468,664	<u>\$ 80,762,443.00</u>	

f.2 The principal and interest due in the next fiscal year on bonds:	695,380
f.3 Taxes to provide additional voter-approved services:	0
f.4 Taxes for new judgments & claims mitigation insurance:	1,579,127
f.5 Special appropriations necessary on an emergency basis:	0
f.6 Any taxes approved by the voters:	0
	<u>2,743,171</u> *