

RESOLUTION NO. 4885

**A RESOLUTION FIXING THE RATE OF TAX LEVY FOR
MUNICIPAL PURPOSES FOR THE 2019 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 **\$2,736,627,884**.

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

Section 1. The rate of levy on the net assessed value of taxable real property is hereby fixed at 5.871 mills for municipal purposes within the City of Fairbanks. The 5.871 mill rate as provided in Fairbanks Charter Section 6.5 is comprised of three parts:

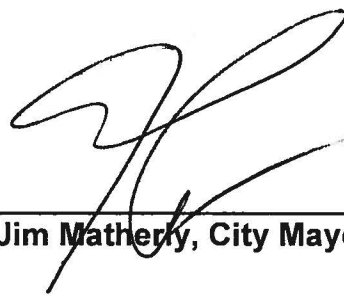
General Fund Expenditures:	4.900 mills
Voter approved services(Prop A):	.254 mills
Claims & Judgments:	.717 mills

Section 2. The taxes levied hereby are due, delinquent and subject to penalties and interest as provided by Fairbanks General Code Chapter 74, Article II.

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, 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.

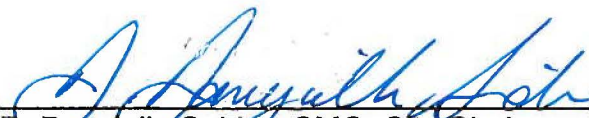
PASSED and APPROVED this 10th day of June 2019.



Jim Matherly, City Mayor

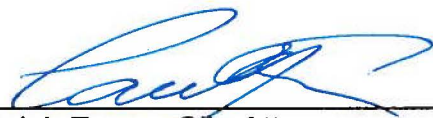
AYES: PASSED and APPROVED on the CONSENT AGENDA
NAYS: None
ABSENT None
APPROVED: June 10, 2019

ATTEST:



D. Danyelle Snider, CMC, City Clerk

APPROVED AS TO FORM:



Paul J. Ewers, City Attorney

**City of Fairbanks
Property Tax Computation for Mill Levy
2019**

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

	2018	2019
A Total Amount of City Tax Levied in Prior Year	\$ 21,384,273	\$ 24,439,337
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	(1,945,728)	(4,982,048)
Amount levied for additional voter approved taxes in prior year	(695,380)	(695,380)
(A-B)	18,743,165	18,761,909
D The percentage change in the CPI-U for Anchorage, AK during prior year multiplied by the net taxes levied in prior year.	0.50% 3.00%	
	93,716	562,857
F The total amount of all exclusions under City of Fairbanks Charter*	5,830,499	2,856,636
G Total taxes calculated: G=(A-B)+D+F	24,667,380	22,181,403
Property tax calculation:		
Hotel/Motel Tax <i>(Held at 1999 amount)</i>	(2,233,308)	(2,233,308)
Alcohol Tax <i>(Based on budget)</i>	(2,208,634)	(2,280,000)
Tobacco Tax <i>(Based on budget)</i>	(940,000)	(950,000)
Specific taxes deducted per Charter:	(5,381,942)	(5,463,308)
Surplus which exceeds 2% of prior year Revenue Cap (FGC Sec. 74-35)	-	-
Total property taxes allowed by tax cap:	\$ 19,285,438	\$ 16,718,095

Mill Levy calculation:

Total net taxable value of Land and Improvements

\$ 2,730,605,611 \$ 2,736,627,884

Amount for voter approved services
Amount associated with claims and judgments
Amount for 4.9 Mills allowed by Charter
Amount of property tax with cap

	2018	2019
	\$ 695,380	\$ 695,380
	4,982,048	1,962,614
	13,379,967	13,409,477
	\$ 19,057,395	\$ 16,067,471

Amount exceeds tax cap

\$ 228,043 \$ 650,624

Mills allowed by Charter
Mills for voter approved services
Mills associated with claims and judgments
Mill Levy
Mills in excess of tax cap
Calculated Mill Levy

Mill Levy Break Down	
	4.900 4.900
	0.254 0.254
	1.825 0.717
	6.979 5.871
	0.084 0.238
	7.063 6.109

***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: \$ 28,462,839
Prior Year mill rate: 6.979
This increase is included in the total taxable land value, not f.2-f.6 \$ 198,642

f.2 The principal and interest due in the next fiscal year on bonds: \$ -

f.3 Taxes to provide additional voter-approved services *(Proposition A - 2011)*: 695,380

f.4 Taxes for new judgments & claims mitigation insurance: 1,962,614

f.5 Special appropriations necessary on an emergency basis: -

f.6 Any taxes approved by the voters: -

(marijuana already included above) **\$ 2,856,636**