



CITY of NOVI CITY COUNCIL

Agenda Item 1
May 7, 2018

SUBJECT: Approval of Resolution for 2018 Millage Rates.

SUBMITTING DEPARTMENT: Finance

CITY MANAGER APPROVAL: *FA*

BACKGROUND INFORMATION:

Attached for your consideration is the adopting resolution for the 2018 millage.

The City's total 2018 millage rate including the Operating, Public Act 359 Advertising, Public Safety, Parks and Recreation, Drain, Library, Debt, Capital Improvement (CIP), and Roads is 10.5376 mills which is unchanged from the 2017 tax levy. The voter approved increase for the Municipal Road Fund Millage in August 2012 is represented in the overall 10.5376 mills and the overall mill rate remains very competitive when we benchmark with other communities within Oakland County. For the 2018/19 tax year, the millage rates for Operating, Streets, Public Safety, Parks & Recreation, Drain, CIP, and the Library were permanently rolled back by a factor of 0.9848 due to "Headlee."

The General Fund; Municipal Street Fund; Parks, Recreation, and Cultural Services Fund; Library Fund; Drain Fund; CIP Fund and the debt service fund property tax revenues are calculated upon the millage rates attached in this motion sheet.

The Michigan Department of Treasury requires all entities that levy property taxes to file Form L-4029 with the County Clerk and Equalization Department. The official 2018 form is attached which reflects the City's 2018 millage rates.

RECOMMENDED ACTION: Approval of Resolution for 2018 Millage Rates.

Resolution of Adoption 2018 Millage Rates

WHEREAS, the City Council has agreed to keep the City's total millage rate of 10.5376 mills unchanged from last year (2017) levy, and

WHEREAS, that these levies are being placed on a diversified tax base that has increased slightly as anticipated in the financial plan, and

WHEREAS, a public hearing was also held on May 7, 2018 on 2018 millage rates and the 2018-2019 budget,

NOW, THEREFORE, BE IT RESOLVED, that to finance the level of services established for the 2018-2019 fiscal-year, and to meet specific debt obligations of the City that the following millages are authorized to be spread:

General Operating	4.8458
Public Act 359 - Advertising	0.0137
Municipal Street	1.4484
Public Safety	1.3790
Parks and Recreation	0.3722
Drain	0.4157
Capital Improvement	0.9706
Library	0.7451
2008 Library Construction Debt	<u>0.3471</u>
	<u>10.5376</u>

I certify that the foregoing is a true and complete copy of a Resolution adopted by the City Council of the City of Novi at a regular Meeting held on this 7th day of May 2018.

Cortney Hanson, City Clerk

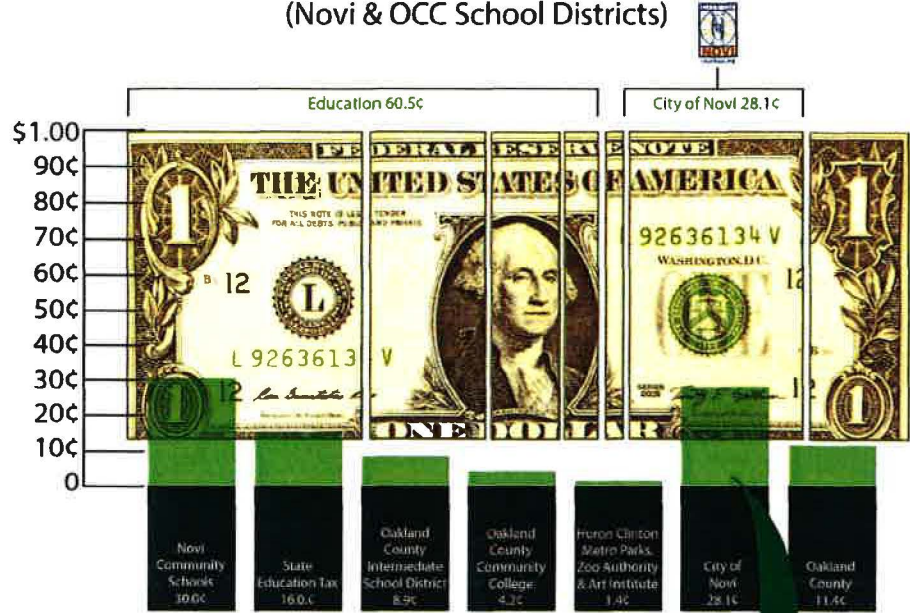
STATISTICAL INFORMATION AND SUPPLEMENTAL DATA

City Millages

The City is the fiduciary for the collection of taxes for Novi, Northville, South Lyon, and Walled Lake School Districts; the related transfer districts; as well as for the State Education Tax, Oakland County, Schoolcraft College, and Oakland County Community College. The photo shows the allocation of your "2017 Property Tax Dollar" for fiscal year 2017-18 (homestead taxpayer).

The City continues to maintain one of the lowest municipal tax rates in Oakland County at 10.5376 mills. Property taxes are expressed in terms of millage with one mil being equal to \$1.00 per thousand dollars of taxable value.

City of Novi Homestead Property Tax Rate Information (Novi & OCC School Districts)



Where does your property tax dollar go?
The image above shows the updated allocation of "Your Property Tax Dollar" (homestead taxpayer.)



If your homestead's taxable value is \$150,000 and your estimated City taxes are \$1,581 annually, in the data shown above, you will spend:

Public Safety	\$879
Public Services (Roads)	\$156
Debt Service	\$54
Library	\$114
Parks, Recreation & Cultural Services	\$57
Community Development & Neighborhood Business Relations	\$160
General Government not covered by other revenue sources	\$161

The City of Novi receives 28.1¢ for every property tax dollar paid. The City of Novi overall taxable values continue to fare relatively well (declining less than most), supported by a diverse tax base of residential and other properties, combined with new construction.

2018 Tax Rate Request (This form must be completed and submitted on or before September 30, 2018)

MILLAGE REQUEST REPORT TO COUNTY BOARD OF COMMISSIONERS

Carefully read the instructions on page 2.

This form is issued under authority of MCL Sections 211.24e, 211.34 and 211.34d. Filing is mandatory; Penalty applies.

County(ies) Where the Local Government Unit Levies Taxes Oakland	2018 Taxable Value of ALL Properties in the Unit as of 5-29-18 3,645,364,740
Local Government Unit Requesting Millage Levy City of Novi	For LOCAL School Districts: 2018 Taxable Value excluding Principal Residence, Qualified Agricultural, Qualified Forest, Industrial Personal and Commercial Personal Properties.

This form must be completed for each unit of government for which a property tax is levied. Penalty for non-filing is provided under MCL Sec 211.119. The following tax rates have been authorized for levy on the 2018 tax roll.

(1) Source	(2) Purpose of Millage	(3) Date of Election	(4) Original Millage Authorized by Election Charter, etc.	(5) ** 2017 Millage Rate Permanently Reduced by MCL 211.34d "Headlee"	(6) 2018 Current Year "Headlee" Millage Reduction Fraction	(7) 2018 Millage Rate Permanently Reduced by MCL 211.34d "Headlee"	(8) Sec. 211.34 Truth in Assessing or Equalization Millage Rollback Fraction	(9) Maximum Allowable Millage Levy *	(10) Millage Requested to be Levied July 1	(11) Millage Requested to be Levied Dec. 1	(12) Expiration Date of Millage Authorized
Charter	General	02/69	6.5000	4.9206	.9848	4.8458	1.0000	4.8458	4.8458	N/A	N/A
Voted	Streets	08/12	1.5000	1.4708	.9848	1.4484	1.0000	1.4484	1.4484	N/A	N/A
Charter	Police/Fire	11/87	1.8000	1.4003	.9848	1.3790	1.0000	1.3790	1.3790	N/A	N/A
Charter	Parks&Rec	08/80	.5000	.3780	.9848	.3722	1.0000	.3722	.3722	N/A	N/A
Charter	Drains	08/82	1.0000	.7567	.9848	.7451	1.0000	.7451	.4157	N/A	N/A
Charter	Library	08/80	1.0000	.7567	.9848	.7451	1.0000	.7451	.7451	N/A	N/A
Voted	Debt Library	11/07	N/A	N/A	.9848	N/A	1.0000	N/A	.3471	N/A	2027
Voted	Capital Imp	08/16	1.0000	.9856	.9848	.9706	1.0000	.9706	.9706	N/A	08/2026

Prepared by	Telephone Number	Title of Preparer	Date
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CERTIFICATION: As the representatives for the local government unit named above, we certify that these requested tax levy rates have been reduced, if necessary to comply with the state constitution (Article 9, Section 31), and that the requested levy rates have also been reduced, if necessary, to comply with MCL Sections 211.24e, 211.34 and, for LOCAL school districts which levy a Supplemental (Hold Harmless) Millage, 380.1211(3).

<input checked="" type="checkbox"/> Clerk	Signature	Print Name	Date
<input type="checkbox"/> Secretary		Cortney Hanson	
<input checked="" type="checkbox"/> Chairperson	Signature	Print Name	Date
<input type="checkbox"/> President		Robert J. Gatt	

* Under Truth in Taxation, MCL Section 211.24e, the governing body may decide to levy a rate which will not exceed the maximum authorized rate allowed in column 9. The requirements of MCL 211.24e must be met prior to levying an operating levy which is larger than the base tax rate but not larger than the rate in column 9.

** **IMPORTANT:** See instructions on page 2 regarding where to find the millage rate used in column (5).

Local School District Use Only. Complete if requesting millage to be levied. See STC Bulletin 3 of 2018 for instructions on completing this section.	
Total School District Operating Rates to be Levied (HH/Supp and NH Oper ONLY)	Rate
For Principal Residence, Qualified Ag, Qualified Forest and Industrial Personal	
For Commercial Personal	
For all Other	

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PA359	Economic Dvlpt	N/A	N/A	N/A	1.0000	N/A	1.0000	N/A	.0137	.0137	

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