



CITY of NOVI CITY COUNCIL

**Agenda Item 5
April 18, 2016**

SUBJECT: Consideration to adopt resolution placing a question on the August 2016 ballot whether to authorize the City to levy a new millage for specific Capital Projects of up to 1.0 mill, for a period of 10 years, beginning with the 2017 tax year.

SUBMITTING DEPARTMENT: City Manager's

CITY MANAGER APPROVAL: *[Signature]*

BACKGROUND INFORMATION:

At the City Council's 2016/17 Budget Workshop a motion was passed to direct City Administration to propose ballot language for a Capital Improvement millage that would appear on the August 2016 ballot. The attached resolution is the formal vehicle of placing the following language on the August ballot:

Shall the City of Novi, Michigan, be authorized to levy a new additional millage on taxable property within the City, not to exceed the annual rate of 1.0 mills (\$1.00 per \$1,000 of taxable value) for a period of 10 years, commencing in 2017, for the purpose of funding pathways, sidewalks, parks, building, and other capital improvements and capital projects or apparatus (such as a fire trucks, heavy equipment). These funds will not be used for operations or payroll. The estimated amount of revenue that will be collected by the City in the first year that the millage is authorized and levied \$3,284,805.

Attached is a resolution that would approve placement of the millage proposal on the August 2, 2016 ballot.

RECOMMENDED ACTION: Consideration to adopt resolution placing a question on the August 2016 ballot whether to authorize the City to levy a new millage for specific Capital Projects of up to 1.0 mill, for a period of 10 years, beginning with the 2017 tax year.

	1	2	Y	N
Mayor Gatt				
Mayor Pro Tem Staudt				
Council Member Burke				
Council Member Casey				

	1	2	Y	N
Council Member Markham				
Council Member Mutch				
Council Member Wrobel				

CITY OF NOVI

OAKLAND COUNTY, MICHIGAN

RESOLUTION
REGARDING CAPITAL IMPROVEMENTS/CAPITAL PROJECTS MILLAGE

At a meeting of the City Council of the City of Novi, Oakland County, Michigan, held on the 18 day of April, 2016, at the City Hall, 45175 Ten Mile Road, Novi, Michigan 48375.

The following resolution was offered by _____ and supported by _____.

WHEREAS, over the next two years, two debt millages will be expiring and “coming off” the City’s tax rolls: a 2002 street refunding bond issue (.3250 mills, next year) and a 2010 refunding bond issue (.3374 mills, this year); and

WHEREAS, as a result, the City has an opportunity—without adding to the existing overall millage rate of 10.2 mills—to shift its focus to much-needed capital projects; and

WHEREAS, the City’s Capital Improvements Plan (CIP) identifies some \$97 million worth of capital improvements and projects, including everything from pathways to parks to building improvements to fire trucks; and

WHEREAS, a dedicated “capital improvement” millage would signal to Novi voters the City’s intent to invest in the community in a fiscally-responsible way, meeting the City’s expanding capital needs, but without adding significantly to the overall tax burden of its residents and businesses.

NOW, THEREFORE, IT IS HEREBY RESOLVED by the Novi City Council that:

1. The following question shall be submitted to the electors of the City at the August 2, 2016, general election:

Shall the City of Novi, Michigan, be authorized to levy a new additional millage on taxable property within the City, not to exceed the annual rate of 1.0 mills (\$1.00 per \$1,000 of taxable value) for a period of 10 years, commencing in 2017, for the purpose of funding pathways, sidewalks, parks, building, and other capital improvements and capital projects or apparatus (such as a fire trucks, heavy equipment). These funds will not be used for operations or payroll. The estimated amount of revenue that will be collected by the City in the first year that the millage is authorized and levied is \$3,284,805

2. The City Clerk and City Manager are directed to take all necessary action as may be required to ensure the placement of the question on the ballot for the August 2, 2016 general election.

AYES:

NAYS:

ABSTENTIONS:

STATE OF MICHIGAN)
)ss
COUNTY OF OAKLAND)

I, MARYANNE CORNELIUS, the duly-qualified Clerk of the City of Novi, Oakland County, Michigan, do hereby 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 duly-called meeting held on _____ day of _____, 2016, the original of which is on file in my office.

IN WITNESS WHEREOF, I have hereunto affixed by official signature this _____ day of _____, 2016.

MARYANNE CORNELIUS
Clerk, City of Novi