

**MEMORANDUM
FINANCE DEPARTMENT**

TO: Mr. Thomas E. Thomas, City Manager
SUBJECT: Property Tax Levy Ordinance

Number: 045 – 13
Date: 12-11-12

Work has begun on preparing the City's 2013-2014 budget but is not yet finalized. As we have done in prior years, staff is recommending we pass this ordinance for the maximum rate of 4.99% thus not requiring a public hearing. Due to the timing requirement for filing this ordinance in December, and given the City's budgeting process has not been completed, we are not far enough along in this process to determine what tax rate should be recommended. By passing this maximum rate, it allows staff to finish the budget preparation, and present this budget to Council. The tax rate can be decreased until March, however, it cannot be increased.

Attached is the proposed property tax levy ordinance. The proposed property tax rate will change from \$2.41 to \$2.61. Property tax revenue received in fiscal year 2013/14 will increase by \$571,981 or 4.99%.

	Tax extension for collections in FY 2013	Proposed levy Dec. 2012	Difference	Percent Change
General fund	3,352,522	3,750,195	397,673	11.86%
Police Pension	2,171,239	2,301,229	129,990	5.99%
Firefighter's Pension	1,978,959	2,030,686	51,727	2.61%
Total General Fund	7,502,720	8,082,110	579,390	2.21%
Library	1,969,440	1,969,440	0	0.00%
Park	1,752,412	1,752,412	0	0.00%
Public Benefit	237,970	230,561	(7,409)	(3.11%)
Total	11,462,542	12,034,523	571,981	4.99%
Projected EAV	475,940,130	461,121,734	(14,818,396)	(3.11%)
Tax rate	2.4084	2.6098	0.2014	8.36%

Recommendation:

Council adopt the attached property tax levy ordinance providing \$12,034,523 in property taxes for collection in fiscal 2013/2014.

Submitted by: Cindy Parchert, Finance Director
Donald Reichert, Budget Coordinator

Approved: Thomas E. Thomas, City Manager

Property Tax Levy Ordinance no.

An ordinance providing for the levy, assessment and collection of taxes for the City of Rock Island, Rock Island County, Illinois, for the fiscal year beginning the first day of April, 2012 and ending the thirty-first day of March, 2013. Be it ordained by the City Council of the City of Rock Island, Illinois, as follows:

Section 1. That there be levied, assessed and collected upon the real property of the City of Rock Island for the fiscal year beginning the first day of April, 2012 and ending the thirty-first day of March, 2013, the sum of twelve million, thirty-four thousand, five hundred twenty-three dollars, (\$12,034,523) being the total of the budgeted amounts determined to be necessary to be raised by taxation for the fiscal year of the City of Rock Island. The specific amounts are levied for the purposes listed below, indicated by being placed in a separate column designated "Amount Raised by Taxation", which item appears at the right hand column of this ordinance. The tax so levied is for the fiscal year of the City of Rock Island, and is for the budgeted amounts to be raised by taxation, the total of which has been determined as follows:

	Budget 2012/13	Amount raised by other than taxation	Amount raised by taxation
General Fund:	35,195,579	31,445,384	3,750,195
Police Pension	3,489,620	1,188,391	2,301,229
Fire Pension	3,563,056	1,532,370	2,030,686
Library	2,418,008	448,568	1,969,440
Park	7,479,982	5,727,570	1,752,412
Debt Service	2,248,705	2,018,144	230,561
Total	54,394,950	42,360,427	12,034,523
TIF District #1	3,321,712	3,321,712	0
TIF District #2	391,257	391,257	0
TIF District #3	426,549	426,549	0
TIF District #4	2,286,447	2,286,447	0
TIF District #5	69,719	69,719	0
Community Development	1,797,245	1,797,245	0
M.L.K. Center	158,226	158,226	0
Motor Fuel Tax	1,122,335	1,122,335	0
Foreign Fire Insurance	61,880	61,880	0
Riverboat Gaming	6,000,000	6,000,000	0
State Drug Prevention	277,308	277,308	0
DUI Fine Law	24,528	24,528	0
Court Supervision	44,000	44,000	0
US Dept of Justice Grant	38,957	38,957	0
Block Grant	1,345,546	1,345,546	0
Federal Drug Prevention	18,000	18,000	0
Schwiebert Park Boat Dock	1,925,000	1,925,000	0
Ridgewood Business Park	3,324,738	3,324,738	0
DARE	9,390	9,390	0

	Budget 2012/13	Amount raised by other than taxation	Amount raised by taxation
Police Contributions	5,000	5,000	0
Elderly Service Contributions	17,500	17,500	0
RI Auxiliary Police	6,000	6,000	0
Labor Day Parade	12,250	12,250	0
Adopt-A-School	550	550	0
Capital Improvements	6,148,271	6,148,271	0
Water	6,692,314	6,692,314	0
Water Capital 2010A BAB	1,156,000	1,156,000	0
Wastewater	25,232,543	25,232,543	0
Stormwater	1,735,745	1,735,745	0
Sunset Marina	878,912	878,912	0
CDBG Loan Programs	59,317	59,317	0
CIRLF Loan Programs	480,273	480,273	0
Community & Econ Dev. Loans	150,300	150,300	0
MPF Endowment Loans	26,500	26,500	0
USEPA Brownfields Loans	200,000	200,000	0
Fleet Services	4,186,633	4,186,633	0
Fleet Amortization	832,081	832,081	0
Engineering	1,417,044	1,417,044	0
Hydropower Plant	288,358	288,358	0
Self-Insurance	1,197,673	1,197,673	0
Health Insurance	5,687,753	5,687,753	0
Cafeteria Plan	86,600	86,600	0
MLK Activity	277,464	277,464	0
Department of Human Services	168,630	168,630	0
Total all funds	133,981,498	121,946,975	12,034,523
Eliminations	<u>(24,932,299)</u>		
Net Total	<u>109,049,199</u>		

Section 2. All ordinances and parts of ordinances in conflict herewith are hereby repealed, insofar as they do so conflict.

Section 3. This ordinance shall be in full force and effect from and after its passage and approval as required by law.

Mayor of the City of Rock Island

Passed: _____

Approved: _____

Attest: _____

City Clerk