



CITY of NOVI CITY COUNCIL

Agenda Item 1
May 19, 2014

SUBJECT: Approval of Resolution for 2014 Millage Rates.

SUBMITTING DEPARTMENT: Finance

CITY MANAGER APPROVAL: 

BACKGROUND INFORMATION:

Attached for your consideration is the adopting resolution for the 2014 millage.

The millage rates resolution includes the actions taken by City Council through the Special Budget Meeting held on April 16, 2014.

The City's total millage rate including the Library, Debt, and Roads, is 10.2 mills consistent with the City Council's objective. The Drain Fund mills were reduced to zero for the 2014/15 fiscal year. The approximate 0.12 mills previously levied for the Drain Fund has been applied to the 2002 Streets & Refunding Debt mills bringing that levy to a total of 0.3782 mills. The mills were reallocated from drains to debt service after review of the proposed 2014/15 expenditure budgets for each fund as well as exploring possible early payoff of a portion of the outstanding debt. This is the third year in a row of holding the overall mills to 10.2 which is the lowest millage rate in the last 11 years. The voter approved increase for the Municipal Road Fund Millage in August 2012 is represented in the overall 10.2 mills and the overall mill rate remains very competitive when we benchmark with other communities within Oakland County.

General Fund, Library Fund, Debt Service Funds and the Municipal Street Fund 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-1029 with the County Clerk and Equalization Department. Attached is the L-4029 for 2014, which reflects the City's 2014 millage rates.

RECOMMENDED ACTION: Approval of Resolution for 2014 Millage Rates.

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

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

Resolution of Adoption 2014 Millage Rates

WHEREAS, the City Council has agreed to keep the City's total millage rate unchanged from last year (2013) to 10.2000 mils, 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 held on May 12, 2014 on 2014 millage rates and the 2014-2015 budget,

NOW, THEREFORE, BE IT RESOLVED, that to finance the level of services established for the 2014-2015 fiscal-year, and to meet specific debt obligations of the City that the following millages are authorized to be spread:

General Operating	5.0182
Municipal Street	1.5000
Police and Fire	1.4282
Parks and Recreation	0.3857
Drain	0.0000
Library	0.7719
2002 Streets & Refunding Debt	0.3782
2010 Refunding Debt	0.3462
2008 Library Construction Debt	<u>0.3716</u>
	<u>10.2000</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 19th day of May 2014.

Maryanne Cornelius, City
Clerk

2014 Tax Rate Request (This form must be completed and submitted on or before September 30, 2014)

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	2014 Taxable Value of ALL Properties in the Unit as of 5-27-14 \$2,991,884,990
Local Government Unit Requesting Millage Levy City of Novi	For LOCAL School Districts: 2014 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 2014 tax roll.

(1) Source	(2) Purpose of Millage	(3) Date of Election	(4) Original Millage Authorized by Election Charter, etc.	(5) ** 2013 Millage Rate Permanently Reduced by MCL 211.34d "Headlee"	(6) 2014 Current Year "Headlee" Millage Reduction Fraction	(7) 2014 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	5.0182	1.0000	5.0182	1.0000	5.0182	5.0182	N/A	N/A
Voted	Streets	08/12	1.5000	1.5000	1.0000	1.5000	1.0000	1.5000	1.5000	N/A	N/A
Charter	Poi/Fire	11/87	1.8000	1.4282	1.0000	1.4282	1.0000	1.4282	1.4282	N/A	N/A
Charter	Pks&Rec	08/80	0.5000	0.3857	1.0000	0.3857	1.0000	0.3857	0.3857	N/A	N/A
Charter	Drains	08/82	1.0000	0.7719	1.0000	0.7719	1.0000	0.7719	0.0000	N/A	N/A
Charter	Library	08/80	1.0000	0.7719	1.0000	0.7719	1.0000	0.7719	0.7719	N/A	N/A
Voted	Debt'02	11/02	N/A	N/A	1.0000	N/A	1.0000	N/A	0.3782	N/A	2017-18
Voted	Debt'10	N/A	N/A	N/A	1.0000	N/A	1.0000	N/A	0.3462	N/A	2015-16

Prepared by Carl Johnson, Jr., CPA	Telephone Number (248) 347-0470	Title of Preparer Chief Financial Officer	Date 5/19/2014
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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).

Local School District Use Only. Complete if requesting millage to be levied. See STC Bulletin 3 of 2014 for instructions on completing this section.

<input checked="" type="checkbox"/> Clerk	Signature	Print Name	Date
<input type="checkbox"/> Secretary		Maryanne Cornelius	5/19/2014
<input checked="" type="checkbox"/> Chairperson	Signature	Print Name	Date
<input type="checkbox"/> President		Robert J. Gatt	5/19/2014

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	

* 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).

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Voted	Lib Debt	11/07	N/A	N/A	1.0000	N/A	1.0000	N/A	0.3716	N/A	2027-28

Prepared by Carl Johnson, Jr., CPA	Telephone Number (248) 347-0470	Title of Preparer Chief Financial Officer	Date 5/19/2014
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