

## City of Rochester Hills AGENDA SUMMARY NON-FINANCIAL ITEMS

1000 Rochester Hills Dr. Rochester Hills, MI 48309 248.656.4630 www.rochesterhills.org

Legislative File No: 2022-0351

**TO:** Mayor and City Council Members

FROM: Joe Snyder, Chief Financial Officer, Ext 2534

DATE: September 12, 2022

SUBJECT: Adoption of Winter 2022 Millage Rates

## **REQUEST:**

In accordance with the City Charter Section 3.1 <u>Budget Procedure and General Finance</u>, Section 3.6 <u>Adoption of a Budget</u>, Section 4.1 <u>Power to Tax and Special Revenue</u>, and Section 4.2 <u>Charter Tax Rate & Special Voted Millage(s) Limitation</u>; we are requesting that City Council approve the Proposed Winter 2022 Millage Rates (to be levied in December 2022), which will provide the tax revenues needed to support the Proposed FY 2023 Budget.

## **BACKGROUND:**

The Proposed Winter 2022 Millage Rates listed below will generate the tax revenues needed to support the Proposed FY 2023 Budget.

City Council has scheduled Public Hearings for September 12, 2022 to allow for public comment on the FY 2023-25 Proposed Budget and the Winter 2022 Millage Rates which support the Proposed FY 2023 Budget.

Following the FY 2023-25 Proposed Budget Public Hearing and Winter 2022 Proposed Millage Rate Public Hearing, we are proposing City Council adopt and authorize the Proposed Winter 2022 Millage Rates (to be levied in December 2022), which will provide the tax revenues needed to support the Proposed FY 2023 Budget as listed below:

| PROPOSED MILLAGE RATES      |             |  |  |
|-----------------------------|-------------|--|--|
| Operating Millages:         | Winter 2022 |  |  |
| General Fund (Charter)      | 2.8285      |  |  |
| Local Street (Voted)        | 1.0687      |  |  |
| Fire Fund (Charter)         | 2.7000      |  |  |
| Special Police I (Voted)    | 1.1359      |  |  |
| Special Police II (Voted)   | 1.1197      |  |  |
| Park Infrastructure (Voted) | 0.1645      |  |  |
| Pathway (Voted)             | 0.1742      |  |  |
| RARA Operating (Voted)      | 0.1829      |  |  |
| OPC Operating (Voted)       | 0.3146      |  |  |
| OPC Transportation (Voted)  | 0.0937      |  |  |
| Library Operating (Charter) | 0.7353      |  |  |
| Operating - Subtotal        | 10.5180     |  |  |
| Debt Millages:              |             |  |  |
| Chapter 20 Drain Debt       | 0.0330      |  |  |
| Debt - Subtotal             | 0.0330      |  |  |
| TOTAL MILLAGES              | 10.5510     |  |  |

Pursuant to the requirements of the State Tax Commission, municipalities must file State form L-4029, Tax Rate Request, with the Oakland County Department of Equalization by October 1, 2022. The City is also required to file form LT-1, Annual Report of Taxes, with Oakland County on or before October 1, 2022. In addition, by Charter the City is required to conduct a Public Hearing and adopt the upcoming year City Budget prior to November 1, 2022.

## **RECOMMENDATION:**

We recommend that City Council approve the Winter 2022 Proposed Millage Rates (to be levied in December 2022), which will provide the tax revenues needed to support the Proposed FY 2023 Budget.

| APPROVALS:          | SIGNATURE | DATE |
|---------------------|-----------|------|
| Department Review   |           |      |
| Department Director |           |      |
| Mayor               |           |      |
| Deputy Clerk        |           |      |

Contract Reviewed by City Attorney ☐ Yes ☒ N/A