



**City of Rochester Hills
AGENDA SUMMARY
FINANCIAL ITEMS**

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Legislative File No: 2006-0657

TO: Mayor and City Council Members
FROM: Julie Jenuwine, Finance Director
DATE: August 28, 2006
SUBJECT: **Public Hearing** - 2006 millage rates/levy for the FY 2007 Proposed Budget

REQUEST:

To recommend that City Council consider the 2006 millage levy/rates in accordance with Chapter IV, Taxation, specially Section 4.1, Power to Tax and Special Revenue, and Section 4.2, Charter Tax Rate & Special Voted Millages Unlimited, to be levied in December 2006 to provide the tax revenues included in the 2007 Proposed Budget and authorize the Assessor/Treasurer to have said amounts on the 2006 Tax Rolls.

BACKGROUND:

Due to the November 7, 2006, election having the Pathway replacement ballot proposals potentially affecting the 2006 millage levy, the total millage is not known at this time. Based on Budget Workshop discussions, the City Council consensus appears to establish a millage rate of 9.5202. Should the replacement Pathway millage request pass in November, the 9.5202 millage rate will increase to 9.7060.

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, 2006. The city is also required to file form LT-1, Annual Report of Taxes, with Oakland County on or before October 1, 2006. Should the replacement Pathway millage request pass in November, the County will be immediately notified of the millage change.

General Levy	3.7220
Fire	1.8000
Special Police I	0.7823
Special Police II	0.4260
RARA Operating	0.1950
Green Space	0.2972
Library	0.7823
OPC Operating	0.2403
OPC Transportation	0.0891
OPC Building	0.2012
Drain Debt	0.6055
GO Refunding 1998	0.0501
GO Refunding 2002	0.3292
TOTAL	9.5202
Pathway	0.1858
TOTAL - potentially	9.7060

The City Council adoption of the 2006 millage rates significantly affects the FY2007 Budget.

RECOMMENDATION:

Recommend that City Council consider the 2006 millage levy/rates to be levied in December 2006 to provide the tax revenues included in the 2007 Budget and authorize the Assessor/Treasurer of the City to have said millage amounts spread on the 2006 Tax Rolls.

RESOLUTION

NEXT AGENDA ITEM

RETURN TO AGENDA

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Mayor		
City Council Liaison		