

## 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: 2025-0327

TO: Mayor and City Council Members

FROM: Joe Snyder, Chief Financial Officer, Ext 2534

DATE: September 8, 2025

SUBJECT: Adoption of Winter 2025 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 2025 Millage Rates (to be levied in December 2025), which will provide the tax revenues needed to support the FY 2026 Proposed Budget.

## **BACKGROUND:**

The Proposed Winter 2025 Millage Rates listed below will generate the tax revenues needed to support the Proposed FY 2026 Budget.

City Council has scheduled Public Hearings for September 8, 2025 to allow for public comment on the FY 2026 Proposed Budget, the FY 2027-28 Projected Budget, and the Winter 2025 Millage Rates which support the FY 2026 Proposed Budget.

Following the FY 2026 Proposed Budget, the FY 2027-28 Projected Budget, and the Winter 2025 Millage Rates Public Hearing, we are proposing City Council adopt and authorize the Proposed Winter 2025 Millage Rates (to be levied in December 2025), which will provide the tax revenues needed to support the FY 2026 Proposed Budget as listed below:

| PROPOSED MILLAGE RATES      |             |  |
|-----------------------------|-------------|--|
| Operating Millages:         | Winter 2025 |  |
| General Fund (Charter)      | 2.7416      |  |
| Local Street (Voted)        | 1.0531      |  |
| Fire Fund (Charter)         | 2.7000      |  |
| Police (Voted)              | 2.8460      |  |
| Park Infrastructure (Voted) | 0.1620      |  |
| Pathway (Voted)             | 0.1715      |  |
| RARA Operating (Voted)      | 0.1802      |  |
| OPC Operating (Voted)       | 0.3099      |  |
| Library I (Charter)         | 0.7245      |  |
| Library II (Voted)          | 0.3865      |  |
| Operating - Subtotal        | 11.2753     |  |
| TOTAL MILLAGES              | 11.2753     |  |

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, 2025. The City is also required to file form LT-1, Annual Report of Taxes, with Oakland County on or before October 1, 2025. In addition, by Charter the City is required to conduct a Public Hearing and adopt the upcoming year City Budget prior to November 1, 2025.

## **RECOMMENDATION:**

We recommend that City Council approve the Winter 2025 Proposed Millage Rates (to be levied in December 2025), which will provide the tax revenues needed to support the FY 2026 Proposed Budget.

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

| Contract Reviewed by City Attorney | ☐ Yes | ⊠ N/A |
|------------------------------------|-------|-------|
|------------------------------------|-------|-------|