

TAB 1



City of Palmetto Agenda Item

Meeting Date

7/26/10

Presenter: Jim Freeman

Department: City Hall

Title:

Discussion of proposed millage and tentative budget

On July 1st the City received our certification of taxable value from the property appraiser. The total gross taxable value is \$763,466,066 which is 17.84% less in comparison to FY 2009/10. Upon receipt of our certification, the City is required to notify the property appraiser of our proposed millage within 35 days of receipt. The proposed millage is distributed to all City residents as part of the TRIM notifications that will be mailed by the property appraiser in August. The TRIM notice will also include the date and time for our 1st public hearing regarding the City budget. The current millage is \$4.6662 per \$1,000 of taxable value. If the City chooses to set a proposed millage that is higher than the current millage, the final millage can always be lower. However, once the proposed millage is set, the City cannot adopt a final millage that is higher than the proposed millage. The attached spreadsheet contains the impact associated with increasing the millage .10, .25, and .7254 (roll-back rate) over the current millage.

Budgeted Amount: NA **Budget Page No(s):** NA **Available Amount:** \$0.00 **Expenditure Amount:** \$0.00

Additional Budgetary Information:

Funding Source(s): **Sufficient Funds Available:** Yes No **Budget Amendment Required:** Yes No **Source:**

City Attorney Reviewed: Yes No N/A **Advisory Board Recommendation:** For Against N/A **Consistent With:** Yes No N/A

Potential Motion/Direction Requested: Per direction from the Commission at our July 19th meeting, staff has prepared the DR420 with a proposed millage of \$4.6662.

Staff Contact: Jim Freeman


Attachments: DR 420

CERTIFICATION OF TAXABLE VALUE

DR-420
R. 6/10
Rule 12D-16.002
Florida Administrative Code

Year 2010	County MANATEE
Principal Authority CITY OF PALMETTO	Taxing Authority CITY OF PALMETTO

SECTION I: COMPLETED BY PROPERTY APPRAISER			
1.	Current year taxable value of real property for operating purposes	\$	704,110,415 (1)
2.	Current year taxable value of personal property for operating purposes	\$	58,890,076 (2)
3.	Current year taxable value of centrally assessed property for operating purposes	\$	465,575 (3)
4.	Current year gross taxable value for operating purposes (Line 1 plus Line 2 plus Line 3)	\$	763,466,066 (4)
5.	Current year net new taxable value (Add new construction, additions, rehabilitative improvements increasing assessed value by at least 100%, annexations, and tangible personal property value over 115% of the previous year's value. Subtract deletions.)	\$	8,398,994 (5)
6.	Current year adjusted taxable value (Line 4 minus Line 5)	\$	755,067,072 (6)
7.	Prior year FINAL gross taxable value from prior year applicable Form DR-403 series	\$	929,295,191 (7)
8.	Does the taxing authority include tax increment financing areas? If yes, enter number of worksheets (DR-420TIF) attached. if none, enter 0.	Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>	Number 1 (8)
9.	Does the taxing authority levy a voted debt service millage or a millage voted for 2 years or less under s. 9(b), Article VII, State Constitution? (If yes, enter the number of forms DR-420DEBT, Certification of Voted Debt Millage for each debt service levy.)	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	Number 0 (9)

SIGN HERE	Property Appraiser Certification	I certify the taxable values shown above are correct to the best of my knowledge.	
	Signature of Property Appraiser 	Date	06/30/2010

SECTION II: COMPLETED BY TAXING AUTHORITY			
If this portion of the form is not completed in FULL your authority will be denied TRIM certification and possibly lose its millage levy privilege for the tax year. If any line is inapplicable, enter N/A or -0-			
10.	Prior year operating millage levy (if prior year millage was adjusted then use adjusted millage from Form DR-422.)	\$	4.6662 per \$1,000 (10)
11.	Prior year ad valorem proceeds (Line 7 multiplied by Line 10 divided by 1,000)	\$	4,336,277 (11)
12.	Amount, if any, paid or applied in prior year as a consequence of an obligation measured by a dedicated increment value (Sum of either line Line 6c or Line 7a for all DR-420TIF forms)	\$	1,702,554 (12)
13.	Adjusted prior year ad valorem proceeds (Line 11 minus Line 12)	\$	2,633,723 (13)
14.	Dedicated increment value, if any (Sum of either Line 6b or Line 7e for all DR-420TIF forms)	\$	266,585,212 (14)
15.	Adjusted current year taxable value (Line 6 minus Line 14)	\$	488,481,860 (15)
16.	Current year rolled-back rate (Line 13 divided by Line 15, multiplied by 1,000)	\$	5.3916 per \$1,000 (16)
17.	Current year proposed operating millage rate	\$	4.6662 per \$1,000 (17)
18.	Total taxes to be levied at proposed millage rate (Line 17 multiplied by Line 4, divided by 1,000)	\$	3,562,485 (18)

Continued on Page 2

19.	TYPE of principal authority (check one)	<input type="checkbox"/> County	<input type="checkbox"/> Independent Special District	(19)
		<input checked="" type="checkbox"/> Municipality	<input type="checkbox"/> Water Management District	
20.	Check applicable taxing authority (check one)	<input checked="" type="checkbox"/> Principal Authority	<input type="checkbox"/> Dependent Special District	(20)
		<input type="checkbox"/> MSTU	<input type="checkbox"/> Water Management District Basin	
21.	Is millage levied in more than one county? (check one)	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	(21)

DEPENDENT SPECIAL DISTRICTS AND MSTUs:  **STOP HERE - SIGN AND SUBMIT**

22.	Enter the total adjusted prior year ad valorem proceeds of the principal authority, all dependent special districts, and MSTUs levying a millage. (The sum of Line 13 from all DR-420 forms.)	\$	2,633,723	(22)
23.	Current year aggregate rolled-back rate (Line 22 divided by Line 15, multiplied by 1,000)	\$	5.3916 per \$1,000	(23)
24.	Current year aggregate rolled-back taxes (Line 4 multiplied by Line 23, divided by 1,000)	\$	4,116,304	(24)
25.	Enter total of all operating ad valorem taxes proposed to be levied by the principal taxing authority, all dependent districts, and MSTUs, if any. (Total of Line 18 from all DR-420 forms)	\$	3,562,485	(25)
26.	Current year proposed aggregate millage rate (Line 25 divided by Line 4, multiplied by 1,000)	\$	4.6662 per \$1,000	(26)
27.	Current year proposed rate as a percent change of rolled-back rate (Line 26 divided by Line 23, minus 1, multiplied by 100)		-13.45	(27)

First public budget hearing	Date	Time	Place
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SIGN HERE	Taxing Authority Certification	I certify the millages and rates are correct to the best of my knowledge. The millages comply with the provisions of s. 200.065 and the provisions of either s. 200.071 or s. 200.081, F.S.		
	Signature of Chief Administrative Officer			Date
	Title	Contact Name		
	Mailing Address	Physical Address		
	City, State, Zip	Phone Number	Fax Number	

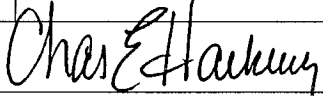
TAX INCREMENT ADJUSTMENT WORKSHEET

DR-420TIF
R. 6/10
Rule 12D-16.002
Florida Administrative Code

Year 2010	County MANATEE
Principal Authority CITY OF PALMETTO	Taxing Authority CITY OF PALMETTO
Community Redevelopment Area PALMETTO CRA	Base Year 1984

SECTION I COMPLETED BY PROPERTY APPRAISER

1.	Current year taxable value in the tax increment area	\$	352,004,837	(1)
2.	Base year taxable value in the tax increment area	\$	71,388,824	(2)
3.	Current year tax increment value (Line 1 minus Line 2)	\$	280,616,013	(3)
4.	Prior year Final taxable value in the tax increment area	\$	455,462,064	(4)
5.	Prior year tax increment value (Line 4 minus Line 2)	\$	384,073,240	(5)

SIGN HERE	Property Appraiser Certification	I certify the taxable values above are correct to the best of my knowledge.		
	Signature of Property Appraiser		Date	06/30/2010

SECTION II COMPLETED BY TAXING AUTHORITY Complete EITHER line 6 or line 7 as applicable. Do NOT complete both.

6. If the amount to be paid to the redevelopment trust fund IS BASED on a specific proportion of the tax increment value:				
6a.	Enter the proportion on which the payment is based.		95	% (6a)
6b.	Dedicated increment value (Line 3 multiplied by the percentage on Line 6a) If value is zero or less than zero, then enter zero on line 6b	\$	266,585,212	(6b)
6c.	Amount of payment to redevelopment trust fund in prior year	\$	1,702,554	(6c)
7. If the amount to be paid to the redevelopment trust fund IS NOT BASED on a specific proportion of the tax increment value:				
7a.	Amount of payment to redevelopment trust fund in prior year	\$		(7a)
7b.	Prior year operating millage from form DR-420, Line 10		per \$1000	(7b)
7c.	Taxes levied on prior year tax increment value (Line 5 multiplied by Line 7b, divided by 1,000)	\$		(7c)
7d.	Prior year payment as proportion of taxes levied on increment value (Line 7a divided by Line 7c) multiplied by 100			% (7d)
7e.	Dedicated increment value (Line 3 multiplied by the percentage of line 7d) If value is zero or less than zero, then enter zero on line 7e	\$		(7e)

SIGN HERE	Taxing Authority Certification	I certify the calculations, millages and rates are correct to the best of my knowledge.		
	Signature of Chief Administrative Officer			Date
	Title	Contact Name		
	Mailing Address	Physical Address		
	City, State, Zip	Phone Number	Fax Number	

Instructions on page 2



MAXIMUM MILLAGE LEVY CALCULATION PRELIMINARY DISCLOSURE

For municipal governments, counties, and special districts

DR-420MM-P

R. 6/10

Rule 12D-16.002

Florida Administrative Code

Year 2010	County Manatee
Principal Authority City of Palmetto	Taxing Authority City of Palmetto

1. Is your taxing authority a municipality or independent special district that has levied ad valorem taxes for less than 5 years?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	(1)
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IF YES, STOP HERE. SIGN AND SUBMIT. You are not subject to a millage limitation.

2. Current year rolled-back rate from Current Year Form DR-420, Line 16	5.3916	per \$1,000	(2)
3. Prior year maximum millage rate with a majority vote from 2009 Form DR-420MM, Line 13	7.5551	per \$1,000	(3)
4. Prior year operating millage rate from Current Year Form DR-420, Line 10	4.6662	per \$1,000	(4)

If Line 4 is equal to or greater than Line 3, skip to Line 11. If less, continue to Line 5.

Adjust rolled-back rate based on prior year majority-vote maximum millage rate

5. Prior year final gross taxable value from Current Year Form DR-420, Line 7	\$ 929,295,191		(5)
6. Prior year maximum ad valorem proceeds with majority vote <i>(Line 3 multiplied by Line 5 divided by 1,000)</i>	\$ 7,020,918		(6)
7. Amount, if any, paid or applied in prior year as a consequence of an obligation measured by a dedicated increment value from Current Year Form DR-420 Line 12	\$ 1,702,554		(7)
8. Adjusted prior year ad valorem proceeds with majority vote <i>(Line 6 minus Line 7)</i>	\$ 5,318,364		(8)
9. Adjusted current year taxable value from Current Year form DR-420 Line 15	\$ 488,481,860		(9)
10. Adjusted current year rolled-back rate <i>(Line 8 divided by Line 9, multiplied by 1,000)</i>	10.8875	per \$1,000	(10)

Calculate maximum millage levy

11. Rolled-back rate to be used for maximum millage levy calculation <i>(Enter Line 10 if adjusted or else enter Line 2)</i>	10.8875	per \$1,000	(11)
12. Change in per capita Florida personal income <i>(See Line 12 Instructions)</i>	.9811		(12)
13. Majority vote maximum millage rate allowed <i>(Line 11 multiplied by Line 12)</i>	10.6817	per \$1,000	(13)
14. Two-thirds vote maximum millage rate allowed <i>(Multiply Line 13 by 1.10)</i>	11.7499	per \$1,000	(14)
15. Current year proposed millage rate	4.6662	per \$1,000	(15)
16. Minimum vote required to levy proposed millage: (Check one)			(16)

- a. Majority vote of the governing body: Check here, if Line 15 is less than or equal to Line 13. The maximum millage rate is equal to the majority vote maximum rate. *Enter Line 13 on Line 17.*
- b. Two-thirds vote of governing body: Check here if Line 15 is less than or equal to Line 14, but greater than Line 13. The maximum millage rate is equal to proposed rate. *Enter Line 15 on Line 17.*
- c. Unanimous vote of the governing body, or 3/4 vote if nine members or more: Check here if Line 15 is greater than Line 14. The maximum millage rate is equal to the proposed rate. *Enter Line 15 on Line 17.*
- d. Referendum: The maximum millage rate is equal to the proposed rate. *Enter Line 15 on Line 17.*

17. The selection on Line 16 allows a maximum millage rate of <i>(Enter rate indicated by choice on Line 16)</i>	10.6817	per \$1,000	(17)
18. Current year gross taxable value from Current Year Form DR-420, Line 4	\$ 763,466,066		(18)

19.	Current year proposed taxes (Line 15 multiplied by Line 18, divided by 1,000)	\$ 3,562,485	0	(19)
20.	Total taxes levied at the maximum millage rate (Line 17 multiplied by Line 18, divided by 1,000)	\$ 8,155,115	0	(20)

DEPENDENT SPECIAL DISTRICTS AND MSTUs**STOP HERE. SIGN AND SUBMIT.**

21.	Enter the current year proposed taxes of all dependent special districts & MSTUs levying a millage (The sum of all Lines 19 from each district's Form DR-420 MM-P)	\$ 0		(21)
22.	Total current year proposed taxes (Line 19 plus Line 21)	\$ 3,562,485	0	(22)

Total Maximum Taxes

23.	Enter the taxes at the maximum millage of all dependent special districts & MSTUs levying a millage (The sum of all Lines 20 from each district's Form DR-420 MM-P)	\$ 0		(23)
24.	Total taxes at maximum millage rate (Line 20 plus line 23)	\$ 8,155,115	0	(24)

Total Maximum Versus Total Taxes Levied

25.	Are total current year proposed taxes on Line 22 equal to or less than total taxes at the maximum millage rate on Line 24? (Check one)	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No		(25)
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SIGN HERE	Taxing Authority Certification	I certify the millages and rates are correct to the best of my knowledge. The millages comply with the provisions of s. 200.065 and the provisions of either s. 200.071 or s. 200.081, F.S.		
	Signature of Chief Administrative Officer			Date
	Title		Contact Name	
	Mailing Address		Physical Address	
	City, State, Zip		Phone Number	Fax Number

Complete and submit this Form DR-420MM-P, Maximum Millage Levy Calculation-Preliminary Disclosure, to your property appraiser with the Form DR-420, Certification of Taxable Value.