



CENTERVILLE CITY

250 North Main • Centerville, Utah 84014-1824 • (801) 295-3477 • Fax: (801) 292-8034

Incorporated in 1915

Mayor

Paul A. Cutler

City Council

Tamilyn Fillmore

William Ince

Stephanie Ivie

George McEwan

Robyn Mecham

City Manager

Steve H. Thacker

interoffice MEMORANDUM

to: Mayor Cutler
City Council
cc: Department Heads
Planning Commission
from: Steve H. Thacker
subject: City Manager's Summary of July 25, 2017 Special Meeting
date: July 20, 2017

6:00

B.1. Amend FY 2018 Tentative Budget

The City Council will meet in a special meeting on Tuesday, July 25th at 6:00 p.m. to approve an amendment to the FY 2018 Tentative Budget. This amendment will increase the revenues and expenditures in the General Fund Tentative Budget to reflect the estimated impact of the proposed property tax increase. This amended budget will then be available for review by the public beginning July 28th to comply with the 10-day requirement prior to the public hearing on the property tax increase and Tentative Budget on August 8th at 7:00 p.m.

The City Council has proposed a 40% increase in the Centerville City property tax rate, which would increase the rate from the Certified Rate of 0.000967 to 0.001354. The City's current property tax is only 8% of a taxpayer's total property tax bill. The estimated property tax revenue for Centerville City would increase from \$988,979 to \$1,384,571, or an increase of \$395,592. For a home valued at the average of \$299,000, this would be a tax increase of \$63.65 per year, or \$5.30 per month.

The City Council is proposing to use the \$395,592 in additional revenue for the following purposes:

- Street maintenance and sidewalk repair
- Retention of quality police force
- Rebuilding City's financial reserves

When the City Council initially adopted the FY 2018 Tentative Budget in May, the Budget Message mentioned the City Council was considering a property tax increase, but the accompanying budget document did not include any amount in the revenue and expenditure sections relating to a property tax increase. When the Council held a public hearing on the Tentative Budget on June 6, they agreed to propose a 40% increase in the City's property tax rate and begin the Truth-in-Taxation Process required in State law. This resulted in postponement of the adoption of the FY 2018 Final Budget until after the August 8th public hearing on the property tax increase. Since the June 6 meeting, staff have learned that a 40% increase will generate an additional estimated amount of \$395,592. Therefore, the Tentative Budget will be amended on July 25th to reflect this increase, and that Amended Tentative Budget will be the subject of the public hearing on August 8th along with the proposed tax increase.

ST/mlm



CENTERVILLE CITY COUNCIL AGENDA

NOTICE IS HEREBY GIVEN THAT THE CENTERVILLE CITY COUNCIL WILL HOLD A SPECIAL PUBLIC MEETING AT 6:00 PM ON JULY 25, 2017 AT THE CENTERVILLE CITY COMMUNITY CENTER AND CITY HALL COUNCIL CHAMBERS, 250 NORTH MAIN STREET, CENTERVILLE, UTAH. THE AGENDA IS SHOWN BELOW.

Meetings of the City Council of Centerville City may be conducted via electronic means pursuant to Utah Code Ann. 52-4-207, as amended. In such circumstances, contact will be established and maintained via electronic means and the meeting will be conducted pursuant to the Electronic Meetings Policy established by the City Council for electronic meetings.

Centerville City, in compliance with the Americans With Disabilities Act, provides accommodations and auxiliary communicative aids and services for all those citizens in need of assistance, including hearing devices. Persons requesting these accommodations for City-sponsored public meetings, services, programs, or events should call Jacob Smith, Centerville City Assistant to the City Manager, at 801-295-3477, giving at least 24 hours notice prior to the meeting.

A notebook containing supporting materials for the business agenda items is available for public inspection and review at City Hall and will be available for review at the meeting. Upon request, a citizen may obtain (without charge) the City Manager's memo summarizing the agenda business, **or may read this memo on the City's website: <http://centerville.novusagenda.com/agendapublic>.**

6:00 **A. ROLL CALL**

B. BUSINESS

1. Amend FY 2018 Tentative Budget

C. ADJOURNMENT

Marsha L. Morrow, MMC
Centerville City Recorder

**CENTERVILLE
CITY COUNCIL
Staff Backup Report
7/25/2017**

Item No. 1

Short Title: Amend FY 2018 Tentative Budget

Initiated By:

Scheduled Time:

SUBJECT

RECOMMENDATION

Amend the FY 2018 Tentative Budget for Centerville City by increasing the budgeted property tax revenue in the General Fund by \$395,592, and increasing the budgeted expenditures by the same amount, to be used for:

- Street maintenance and sidewalk repair
- Retention of quality police force
- Rebuilding City's financial reserves

BACKGROUND

See the attached memo from City Manager for explanation of this matter. This amended Tentative Budget will be the subject of a public hearing on August 8th at 7:00 p.m., along with the proposed property tax increase.

ATTACHMENTS:

Description

- City Manager Summary of July 25, 2017 special meeting