

City Council Agenda Memo

From: Ashley Rentsch, Finance Director

Council Meeting: August 22, 2023 / September 12, 2023

Subject: Ordinance 23-027: certifying the 2024 City of Brookings Property Tax Levy to the Brookings County Finance Officer

Presenter: Ashley Rentsch, Finance Director

Summary:

This ordinance certifies the 2024 Property Tax Levy request of \$3,993,728 to the Brookings County Finance Officer, as per SDCL 9-21-20.

Background:

SDCL 9-21-20 requires municipalities certify tax levies included in the annual appropriation ordinance to the County Finance Officer. SDCL 10-13-35.4 limits the maximum revenue amount payable to the amount certified the previous year, plus a percentage increase based on new construction growth and the consumer price index.

Item Details:

The calculation for the 2024 Property Tax Levy was calculated as follows:

Previous year certified amount:	\$3,814,322
Growth Factor (1.7035%):	64,977
Consumer Price Index Factor (3.0%):	<u>114,430</u>
Total Tax Levy:	<u>\$3,993,728</u>

Legal Consideration:

None.

Strategic Plan Consideration:

This ordinance serves to comply with state statutes regarding property tax limits and certification requirements.

Financial Consideration:

The City will increase property tax revenues by the growth and consumer price index factors to support General Fund objectives.

Options and Recommendation:

The City Council has the following options:

1. Approve as presented
2. Amend

3. Deny
4. Move the item to a Study Session
5. Discuss / take no action / table

Staff recommends approval of the resolution as presented.

Supporting Documentation:

Memo

Ordinance