

# City Council Agenda Memo

**From:** Erick Rangel, Chief Financial Officer

**Council Meeting:** September 13, 2022 / September 27, 2022

**Subject:** Ordinance 22-031: certifying the 2023 City of Brookings Property Tax Levy to the Brookings County Finance Officer

**Presenter:** Ashley Rentsch, Senior Finance Manager

**Summary:**

This ordinance certifies the 2023 Property Tax Levy request of \$3,814,322 to the Brookings County Finance Officer 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 2023 Property Tax Levy was calculated as follows:

Previous year certified amount:	\$3,659,001
Growth Factor (1.2449%):	45,551
Consumer Price Index Factor (3.0%):	<u>109,770</u>
Total Tax Levy:	<u><u>\$3,814,322</u></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.

**Supporting Documentation:**

Memo

Ordinance