CITY OF PEORIA, ARIZONA
COUNCIL COMMUNICATION

CC: 30 R
Amend No. _____

Date Prepared: June 4, 2008 **Council Meeting Date: June 17, 2008**

TO: Terry Ellis, City Manager

FROM: Jeff Tyne, Budget Director JT

SUBJECT: Fiscal Year 2009 Tax Levy

RECOMMENDATION:

That Mayor and Council undertake a public hearing to discuss the property tax levy for FY 2009.

SUMMARY:

During the FY 2009 budget deliberations, it was recommended the City's overall property tax rate be established at $1.44 per $100 of assessed valuation. The primary property tax rate is recommended to be set to $.1900 per $100 of assessed valuation, with the secondary tax rate at $1.25 per $100 of assessed valuation.

Given the proposed rate, the primary property tax levy is expected to generate $2,849,397 in the next fiscal year. This represents a net decrease of 5.1% from the FY2008 levy. New development within the City limits will bring in $250,208 of this total.

The City's secondary property tax rate is used to retire outstanding debt on City-issued general obligation bonds. The City's secondary tax rate is scheduled to remain at $1.2500 per $100 of assessed valuation. This will generate a secondary tax levy of $24,932,399.

In compliance with Section 42-17104 and 42-17107, Arizona Revised Statutes the City of Peoria notified property taxpayers through advertisements placed in The Peoria Times on June 6, 2008 and June 13, 2008 of our intention to set the City's primary property tax levy. The statute also requires a public hearing regarding the proposed levy. The hearing must take place at least fourteen days prior to the adoption of the tax levy ordinance. The final adoption of the property tax levy is scheduled for July 1, 2008.

CITY CLERK USE ONLY:
- o Consent Agenda
- o Carry Over to Date:_____
- o Approved
- o Unfinished Business (Date heard previous:_____)
- o New Business

ORD. #_____ **RES. #**
LCON#_____ **LIC. #**
Action Date:

REV. 10/99