



City of Grand Island

Tuesday, August 30, 2022

Special Meeting

Item E-2

Public Hearing on FY 2022-2023 General Property and Community Redevelopment Authority (CRA) Tax Request

Council action will take place at the Regular Meeting of August 30, 2022 under Resolutions item I-1.

Staff Contact: Patrick Brown

Council Agenda Memo

From: Patrick Brown, Finance Director
Meeting: August 30, 2022
Subject: General Property Tax Request for City and CRA
Presenter(s): Patrick Brown, Finance Director

Background

Legislative Bill 103 was signed into law in 2019 stating if the annual assessment of property would result in an increase in the total property taxes levied by a county, municipality, school district, learning community, sanitary and improvement district, natural resources district, educational service unit, or community college, as determined using the previous year's rate of levy, such political subdivision's property tax request for the current year shall be no more than its property tax request in the prior year, and the political subdivision's rate of levy for the current year shall be decreased accordingly when such rate is set by the county board of equalization pursuant to section 77-1601 of the Revised Statutes of Nebraska.

If the City of Grand Island seeks to set its property tax request at an amount that exceeds its property tax request from the prior year, it may do so after holding a public hearing and by passing a resolution or ordinance.

Discussion

2022 Valuations for the City of Grand Island increased over the 2021 valuation by \$194,988,808 or 5%. If the City applies the FY2021-2022 mill levy of 0.3441 to the new valuation of \$3,821,381,633, the City's Property Tax revenue would be \$13,149,374, a tax increase of \$669,594 over the prior year. The City and Community Redevelopment Authority tax ask for FY2023 is \$12,960,137.

If the City and CRA applies the FY2021-2022 Property Tax Ask to the new valuation there would be no tax increase and the mill levy would decrease to 0.3266 for the City and CRA.

The following is a breakdown of mill levies for City General and CRA property tax request.

Entity	2022 Mill Levy	2023 Proposed Mill Levy
City General Property Tax Levy	0.3236	0.3195
City General Property Tax Levy for CRA	0.0205	0.0197
Total General Property Tax Levy	0.3441	0.3392

Recommendation

Approve decreasing the mill levy to 0.3392 in order to request \$12,207,540 of Property Tax for City general and decreasing CRA's mill levy to 0.0197 in order to request \$752,597 of Property Tax for FY2023 for a total request of \$12,960,137.

Sample Motion

Move to approve the General Property Tax Request for City and CRA.