

## Proposed Property Tax Impact Schedule

Centerville City will consider an increase to its property tax rate from 0.001200 to 0.001386 (estimated) to generate an additional \$361,640. The following information is intended to provide decision makers and the public with an explanation of how the City's operations would be affected if the property tax rate remains the same.

Centerville City's Current Property Tax Rate	0.001200
Centerville City's Current Property Tax Revenue	\$2,330,249
Proposed Revenue with Tax Change	\$2,691,889
New Property Tax Revenue to Centerville City	\$361,640

Estimated Increase to Centerville City's Property Tax Rate	15.5%
Estimated Increase to a Resident's Combined Rate	2.0%

Estimated Increase to a primary residence of \$582,000	\$59.61
Estimated Increase to a business valued at \$582,000	\$108.39

<u>Affected Department</u>	<u>Proposed Budget</u>	<u>Budget without Tax Change</u>	<u>Budget Change</u>
Police	\$4,397,777	\$4,217,777	\$180,000
Capital Projects - Police	\$275,100	\$205,100	\$70,000

**Impact of No Tax Increase** – The Police Department would not be able to hire an additional officer, purchase a new patrol vehicle, or fund associated equipment and operational costs such as fuel, training, and maintenance. This may impact response capacity and overall service levels.

<u>Affected Department</u>	<u>Proposed Budget</u>	<u>Budget without Tax Change</u>	<u>Budget Change</u>
Fire	\$1,252,699	\$1,216,997	\$35,702

**Impact of No Tax Increase** – The City is required to pay the increased assessment to South Davis Metro Fire. Without a tax increase, other General Fund departments would need to reduce their budgets to absorb this cost, potentially decreasing service levels Citywide. Alternatively, the City may rely on fund balance to cover the increase.

<u>Affected Department</u>	<u>Proposed Budget</u>	<u>Budget without Tax Change</u>	<u>Budget Change</u>
Attorney	\$281,662	\$ 265,849	\$15,813

**Impact of No Tax Increase** – The Attorney’s Office would be unable to utilize interns or outside legal consultants. This may reduce service capacity and increase the City’s exposure to legal risk.

<u>Affected Department</u>	<u>Proposed Budget</u>	<u>Budget without Tax Change</u>	<u>Budget Change</u>
Court	\$373,139	\$ 361,139	\$12,000

**Impact of No Tax Increase** – The City would be unable to fully fund increased prosecution service costs due to rising rates. Alternatively, fund balance may be used to cover this increase.

<u>Affected Department</u>	<u>Proposed Budget</u>	<u>Budget without Tax Change</u>	<u>Budget Change</u>
Administration	\$983,250	\$960,485	\$22,765

**Impact of No Tax Increase** – The City would not be able to implement Yappify, a communication platform that enhances engagement with residents and businesses. Additionally, the City would be unable to fund an intern position, which may reduce operational capacity and service levels.

<u>Affected Department</u>	<u>Proposed Budget</u>	<u>Budget without Tax Change</u>	<u>Budget Change</u>
Streets	\$1,072,859	\$1,056,999	\$15,860

**Impact of No Tax Increase** – Due to rising electricity and maintenance costs, the City may need to reduce street lighting by turning off lights or delaying repairs, which could impact public safety and service levels.

<u>Affected Department</u>	<u>Proposed Budget</u>	<u>Budget without Tax Change</u>	<u>Budget Change</u>
Trails Committee	\$2,940	\$1,440	\$1,500

**Impact of No Tax Increase** – The Trails Committee would be unable to fund trail signage and recommended maintenance, which may limit usability and long-term upkeep of the trail system.

<u>Affected Department</u>	<u>Proposed Budget</u>	<u>Budget without Tax Change</u>	<u>Budget Change</u>
Mayor & City Council	\$111,760	\$103,760	\$8,000

**Impact of No Tax Increase** – The Mayor and City Council would be unable to attend recommended trainings, which may limit their ability to stay informed on evolving state and federal laws and best practices.