

**BIENNIAL
BUDGET**

2017-2018
CITY OF
TACOMA

CORE SERVICES CONTINUOUS IMPROVEMENT CREDIBILITY

2017 Property Tax Levies

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Management & Budget Analyst

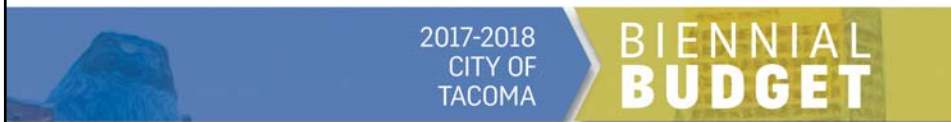
City Council Budget Worksession

November 1, 2016

Overview

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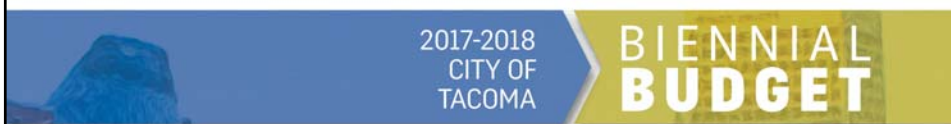
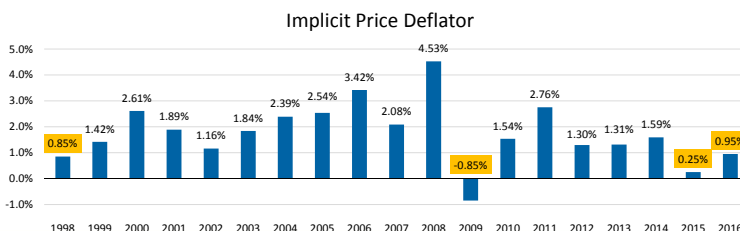
- Review Property Tax Resolutions and ordinances for 2017
 - One Resolution to state substantial need
 - Four Ordinances to set the City of Tacoma’s regular and EMS property tax levies
 - Each levy has two ordinances:
 - Approves the total levy amount to be collected
 - Approves the percentage and dollar increase over the prior year’s actual levy



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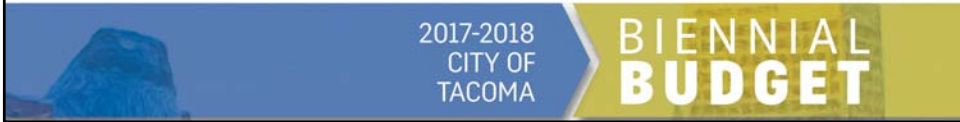
2017 Levy Restriction

- City Received Property Tax Levy Information from the County Assessor
- State Law allows the City to increase Property Levy to lower of 1% or the rate of inflation (Implicit Price Deflator)
- For 2016 Levy, Implicit Price Deflator is 0.953%



2017 Levy Restriction

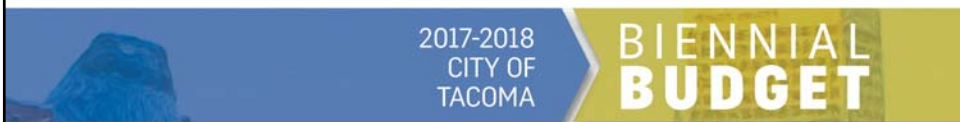
- Property Tax Levies – restricted to .953% increase unless the City issues a statement of substantial need
 - Used as the base for future levies
- With a statement of substantial need, City can increase both levies up to 1%
- Statement of Substantial Need:
 - Allows City to maintain its long term financial sustainability and maintain service levels as proposed in the 2017-2018 Budget



Regular Property Tax Levy

- Tonight’s ordinances authorize the 2017 property tax levy at \$60.2 M, 1% increase over the highest regular levy

2017 Revenues	
Regular Property Tax Levy	\$60.2 M
New Construction Revenues	\$0.9 M
Refund Levy	\$0.4 M
Total Estimated Levy	\$61.5 M
Anticipated Property Tax Revenues (Using historical collection rate)	\$59.9 M

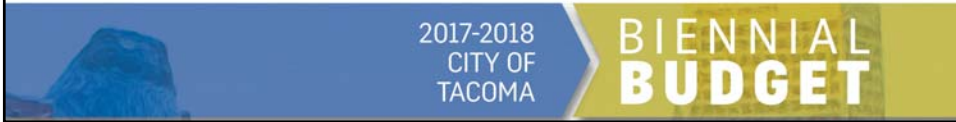


Emergency Medical Services Property Tax Levy

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- Tonight's ordinances authorize the 2017 EMS property tax levy at \$10.2 M, 1% increase over the highest regular levy

2017 Revenues	
Regular Property Tax Levy	\$10.2 M
New Construction Revenues	\$0.1 M
Refund Levy	\$0.06 M
Total Estimated Levy	\$10.4 M
Anticipated Property Tax Revenues (Using historical collection rate)	\$10.2 M



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2016 Property Tax Rate

Total Rate of \$16.83 per \$1,000 Assessed Value

