



CITY OF SACRAMENTO

DEPARTMENT OF FINANCE

1

BUDGET DIVISION

August 19, 1985
FA: 85399:BM:KMF

Budget and Finance Committee
Sacramento, California 95814

Honorable Members in Session:

SUBJECT: 1985-86 Debt Service Property Tax Override

SUMMARY

The attached report discusses the staff recommendations to impose a debt service tax override for FY 1985-86.

RECOMMENDATION

It is recommended that the Budget and Finance Committee approve the debt service tax override for FY 1985-86 in the amount of \$.0107 per hundred dollars of assessed value.

Respectfully submitted,

BETTY MASUOKA
Budget Officer

Attachment

RECOMMENDATION APPROVED:

SOLON WISHAM, JR.
Assistant City Manager

All Districts
August 27, 1985



CITY OF SACRAMENTO

DEPARTMENT OF FINANCE

BUDGET DIVISION

August 19, 1985
FA:85399:JRC:KMF

City Council
Sacramento, California

Honorable Members in Session:

SUBJECT: 1985-86 Debt Service Property Tax Override

SUMMARY

This report recommends the City Council adopt the attached resolution levying an ad valorem tax for voter approved debt service for FY 1985-86 in the amount of \$.0107 per hundred dollars of assessed value, as provided for in the recently-approved 1985-86 City budget.

BACKGROUND

State Constitution Article XIII A(1) (Proposition 13) allows the City to levy an ad valorem tax for the General Obligation Municipal Improvement Bonds of 1964. These bonds were issued to provide for flood and drainage control. The City Council imposed the tax override for the first time in FY 1981-82.

FINANCIAL

The 1985-86 general obligation debt service is \$845,000. Without the tax override, the balanced budget adopted June 25, 1985 will require additional budget reductions in this amount.

The tax rates and annual tax cost to a homeowner with a residence valued at \$50,000 under Proposition 13 is as follows:

Property Tax Override

1985-86	Tax Rate*	Tax on \$50,000 Home**
1985-86	.0107	\$4.60
1984-85	.0120	5.16
1983-84	.0121	5.20
1982-83	.0131	5.63
1981-82	.0165	7.10

* Per \$100 assessed value

** Taxable value after Homeowners' Exemption is \$43,000

The decrease in rate over time is attributable to higher assessed value , which means that a smaller rate is needed each successive year to raise the relatively constant (about \$845,000) debt service.

RECOMMENDATION

It is recommended that the City Council adopt the attached Resolution levying an ad valorem tax in the amount of \$.0107 per hundred dollar assessed valuation as permitted by Section 1 of Article XIII A of the State Constitution for FY 1985-86.

Respectfully submitted,

Betty Masuoka

BETTY MASUOKA
Budget Officer

RECOMMENDATION APPROVED:

WALTER J. SLIPE
City Manager

Attachment

All Districts
September 3, 1985

RESOLUTION NO.

ADOPTED BY THE SACRAMENTO CITY COUNCIL ON DATE OF

**RESOLUTION FIXING THE TAX RATE TO BE LEVIED ON
ALL TAXABLE PROPERTY WITHIN THE CITY OF SACRAMENTO
AND LEVYING THE SAME FOR THE FISCAL YEAR 1985-86 FOR
PRINCIPAL AND INTEREST ON BONDED INDEBTEDNESS
BY THE VOTERS OF THE CITY BEFORE JULY 1, 1978**

BE IT RESOLVED BY THE COUNCIL OF THE CITY OF SACRAMENTO AS FOLLOWS:

SECTION 1.

The following rate is hereby fixed, established, and determined by the City Council as the rate of taxes to be levied upon each one hundred dollars (\$100.00) worth of taxable property within the City of Sacramento and that said tax rate so fixed and determined as hereinafter set forth is hereby levied on each one hundred dollars (\$100.00) worth of taxable property within said City of Sacramento for the purpose of payment of principal and interest on bonded indebtedness approved by the voters of the City of Sacramento before July 1, 1978:

Tax Rate.....\$.0107

SECTION 2.

The City Clerk is hereby authorized and directed to deliver to the Auditor of the County of Sacramento a certified statement setting forth the amount of property tax necessary for the purposes set forth in Section 1 of this resolution and such other information as may be required by the Auditor or Section 51551 of the Government Code.

MAYOR

ATTEST:

CITY CLERK