

Proposed Property Tax Impact Schedule

Richfield City will consider an increase to its property tax rate from .001821 to .002379 (estimated) to generate an additional \$500,000. 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 proposed property tax increase is adopted.

Richfield City's Current Property Tax Rate	0.001821
Richfield City's Current Property Tax Revenue	\$1,028,648
Proposed Revenue with Tax Change	\$1,528,648
New Property Tax Revenue to Richfield City	\$500,000

Estimated Increase to Richfield City's Property Tax Revenue	48.6%
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Estimated Increase to a primary residence of \$330,470	\$101.37 or 30.7% increase
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Estimated Increase to a business valued at \$330,470	\$184.30 or 30.7% increase
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<u>Affected Department</u>		<u>Budget without Tax Change</u>	<u>Budget Change</u>
Police	\$2,617,927	\$2,467,927	\$150,000
Impact of Tax Increase - The Police Department will purchase vehicles and related equipment, cover the increase in health care and URS benefits, and include a 3% COLA.			

<u>Affected Department</u>	<u>Proposed Budget</u>	<u>Budget without Tax Change</u>	<u>Budget Change</u>
Streets	\$882,680	\$732,680	\$150,000
Impact of Tax Increase - The Street Department will provide additional funding for street projects, such as chip seal projects, crack sealing, overlay, and patching.			

<u>Affected Department</u>	<u>Proposed Budget</u>	<u>Budget without Tax Change</u>	<u>Budget Change</u>
Class C Road	\$1,023,985	\$873,985	\$150,000
Impact of Tax Increase – Class C Road funds are restricted funds and will be used for project matches and payment for the existing bond.			

<u>Affected Department</u>	<u>Proposed Budget</u>	<u>Budget without Tax Change</u>	<u>Budget Change</u>
All departments	\$10,272,761	\$10,222,761	\$50,000
Impact of Tax Increase – All Departments will provide additional funding to cover the increased costs of health care and retirement benefits.			