

Proposed Property Tax Impact Schedule

Farmington City will consider an increase to its property tax rate from .001537 to .001627 (estimated) to generate an additional \$300,000. 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.

Farmington City's Current Property Tax Rate	0.001537
Farmington City's Current Property Tax Revenue	\$5,132,638
Proposed Revenue with Tax Change	\$5,432,638
New Property Tax Revenue to Farmington City	\$300,000

Estimated Increase to Farmington City's Property Tax Revenue	5.84%
Estimated annual increase to a primary residence of \$650,000	\$32.12
Estimated annual increase to a business valued at \$650,000	\$58.39

<u>Affected Department</u>	<u>Proposed Budget</u>	<u>Budget without Tax</u> <u>Change</u>	<u>Budget Change</u>
Fire	\$3,524,581	\$3,224,581	\$300,000

Impact of Tax Increase - The Fire Department increased from 7 to 8 firefighters per shift in January 2026. This decision was discussed with the City Council and was deemed necessary based on the increase in call volume and response times below industry standards. As a result 3 additional full-time firefighters were hired. Additionally, the Fire Marshal position changed from part-time to full-time in large part to handle the workload required from recent state legislation around wildland fires. This property tax increase will help cover the ongoing personnel costs from these changes which are currently being paid for with reserves in the General Fund.

Total General Fund Change: **\$300,000**