



***Ad Valorem Options  
FY 2015***

***August 12, 2014***

# Overview

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- ❖ **Required Ad Valorem Dates**
- ❖ **Taxing Districts**
- ❖ **Real Estate Values**
- ❖ **Taxing Options**
  - **General Services Fund**
  - **Urban Services Fund**
  - **Special District Tax Rates**
- ❖ **Questions**



# Required Ad Valorem Dates (KRS 132.0225)

M	T	W	TH	F
JULY 21 CERTIFICATION DATE <b>DAY 1</b>	22	23	24	25
28	29	30	31	AUGUST 1
4	5	6	7	8
11	12 <b>WORK SESSION DISCUSSION AND APPROVAL OF RATES</b>	13	14 <b>COUNCIL MEETING FIRST READING OF TAX RATES</b>	15 FIRST ADVERTISEMENT*
18 SECOND ADVERTISEMENT*	19 <b>WORK SESSION</b>	20	21	22
25	26 <b>WORK SESSION</b>	27	28 <b>COUNCIL MEETING PUBLIC HEARING** SECOND READING OF TAX RATES</b>	29
SEPTEMBER 1	2	3 <b>DAY 45</b>		



# Taxing Districts

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## LFUCG Taxing Districts

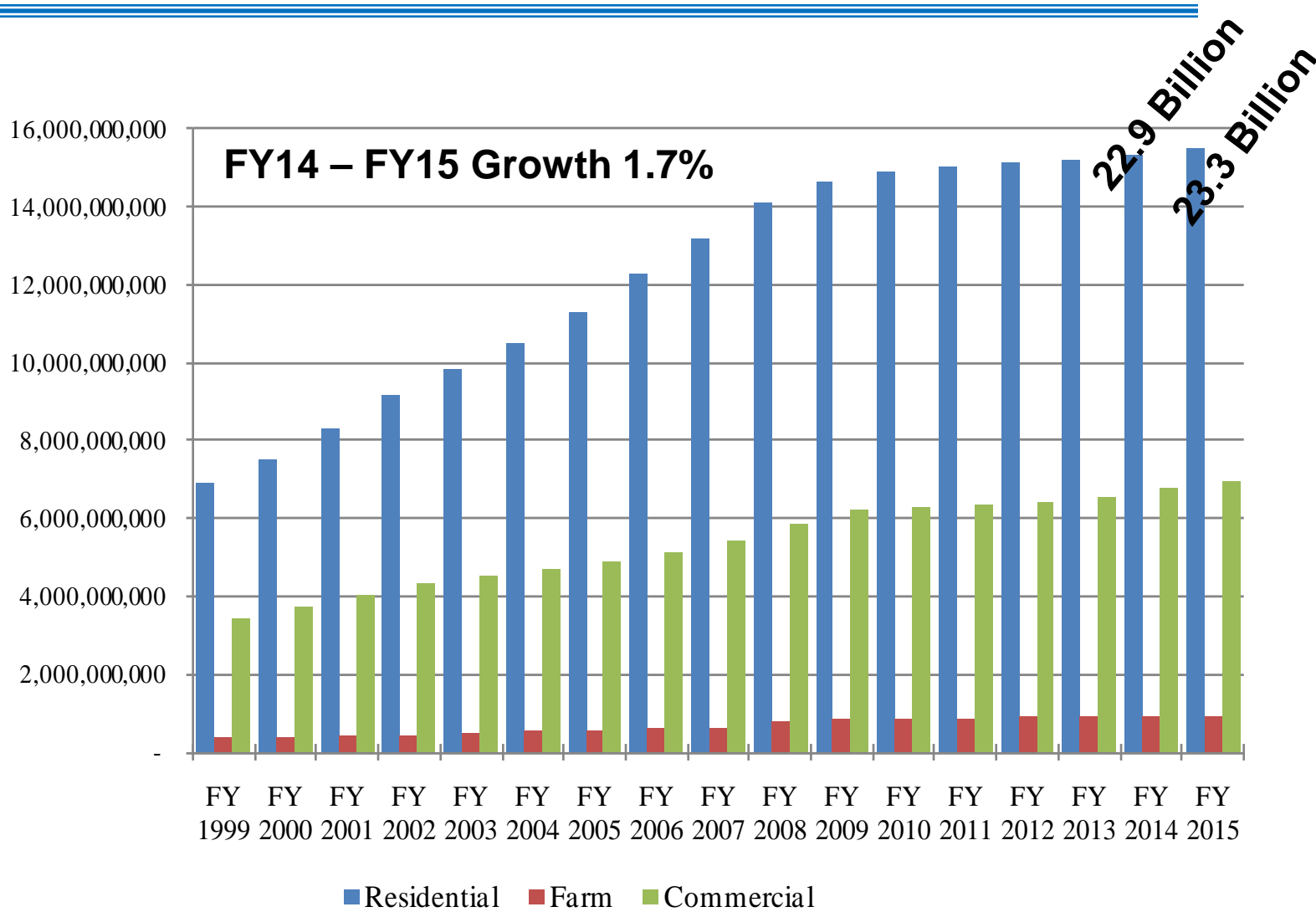
- ❖ General Services
- ❖ Urban Services
  - Street Lights
  - Refuse
  - Street Cleaning

## Special Taxing Districts

- ❖ Soil and Water Conservation District
- ❖ Agricultural Extension Service
- ❖ Health Department



# Real Estate Values (General Services)



# Ad Valorem Tax Rate Options for Consideration

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1. Keep Rate the Same
2. Compensating Rate – provide approximately the same revenue as previous fiscal year for existing property
3. Maximum 4% Increase - highest increase that can be generated without triggering a voter recall
4. Set the rate above 4% - subject to voter recall within 45 days if petition signed by 10% of voters in the last Presidential Election (12,841)



# General Services Fund (Options 1-3)

Category	Prior Year Rates	Option 1*	Option 2 Compensating	Option 3 (Maximum)
Real Estate	0.08	0.08	0.08	0.083
Personalty	0.099	0.0931	0.0931	0.0966
Motor Vehicles/Watercraft	0.088	0.088	0.088	0.088
Tobacco in Storage	0.015	0.015	0.015	0.015
Agri. Products in Storage	0.045	0.045	0.045	0.045
Insurance Companies Capital	0.15	0.15	0.15	0.15
Aircraft	0.099	0.0931	0.0931	0.0966
Watercraft (Non-Commercial)	0.099	0.0931	0.0931	0.0966
<b><i>Impact on Fund Balance:</i></b>		<b><i>(\$52,690)</i></b>	<b><i>(\$52,690)</i></b>	<b><i>\$689,310</i></b>

\*Option #1 is prior year rates, with the exception of Personalty, which has to be lowered according to the calculation.



# General Services – Average Tax Bill

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## General Fund Property Tax Bill on a \$165,000 house

<b>Taxing District</b>	<b>Prior Rates</b>	<b>Compensating</b>	<b>Maximum (Plus 4%)</b>
LFUCG			
General	\$132.00	\$132.00	\$136.95
<b>TOTAL</b>	<b>\$132.00</b>	<b>\$132.00</b>	<b>\$136.95</b>

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# Urban Services Services Fund (Options 1-4)

Category	Prior Year Rates	Option 1 (Prior Rates)	Option 2 (Compensating)	Option 3 (Maximum)	Option 4 (Cost of Service)
Refuse Collection	.1431	.1431	.1419	.1475	.1359
Street Lights	.0210	.0210	.0209	.0217	.0330
Street Cleaning	.0097	.0097	.0097	.0100	.0105
Public Service Companies	.1738	.1738	.1725	.1792	.1794
Insurance Companies					
Capital	.0920	.0920	.0920	.0920	.0920
<b><i>Impact on Fund Balance:</i></b>		<b><i>(\$86,000)</i></b>	<b><i>(\$335,000)</i></b>	<b><i>\$954,000</i></b>	<b><i>\$1,056,000</i></b>



# Urban Services – Average Tax Bill

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## Urban Fund Property Tax Bill on a \$165,000 house

<b>Taxing District</b>	<b>Prior Rates</b>	<b>Compensating</b>	<b>Maximum (Plus 4%)</b>	<b>Cost of Service</b>
Refuse	\$236.12	\$234.14	\$243.38	\$224.24
Street Lights	34.65	34.49	35.81	54.45
Street Cleaning	16.01	16.01	16.50	17.33
<b>TOTAL</b>	<b>\$286.77</b>	<b>\$284.63</b>	<b>\$295.68</b>	<b>\$296.01</b>



# Special District Tax Rates

Taxing District	Current Rates	Requested Rates
<u>Conservation/Soil</u>		
Real Property	.0005	.0005
<u>Extension</u>		
Real Property	.0034	.0034
Personal Property	.0038	.0038
<u>Health</u>		
Real Property	.028	*
Personal Property	.028	*

\*The Board of Health will vote on their rate Monday night so this will be updated for Tuesday.





***Questions?***