

AGENDA ITEM #: \_\_\_\_\_

DATE: July 6, 2020

CAR #: CFUD#1 2020-663



## CFD BOARD ACTION REPORT

**SUBJECT:** Adopt Resolution CFUD#1 RES 2020-114 approving the property tax levy for Fiscal Year 2021.

**STAFF PRESENTER(S):** Jared Askelson, Finance Manager, Financial Services

**OTHER PRESENTER(S):** None

**Summary:** Resolution CFUD#1 RES 2020-114 sets the FY2021 property tax levy for the district.

**Recommendation:** ADOPT RESOLUTION CFUD#1 RES 2020-114 LEVYING UPON THE ASSESSED VALUATION OF THE PROPERTY WITHIN THE DISTRICT SUBJECT TO AD VALOREM TAXATION A CERTAIN SUM UPON EACH ONE HUNDRED DOLLARS (\$100.00) OF ASSESSED VALUATION SUFFICIENT TO RAISE THE AMOUNTS ESTIMATED TO BE REQUIRED IN THE ANNUAL BUDGET; ALL FOR THE FISCAL YEAR ENDING THE 30TH DAY OF JUNE, 2021.

### **Fiscal Impact:**

The combined property tax is collected and used for operations and maintenance in Fiscal Year 2021 and general obligation bond debt service payments in Calendar Year 2021. For Fiscal Year 2021 the combined property tax levy will be \$3,811,000. The approximate combined property tax rate projected using the preliminary net limited assessed valuation information from February 2020 is \$0.9081 per \$100 of net limited assessed valuation, which is below the target rate of \$1.00 per \$100 of net limited assessed valuation. However, the actual rate may vary from this estimate based upon the final net limited assessed valuation of the District which will be certified in August 2020.

Of the combined property tax rate, (i) \$0.6581 per \$100 of net limited assessed valuation is used to pay the general obligation bond debt service payments and (ii) \$0.25 per \$100 of net limited assessed valuation is used for operations and maintenance for the District.

### **Background and Previous Actions**

The adoption of the Property Tax Levy is the final of three actions taken by the District Board that set the District's FY2021 budget and property tax levy. The first action, adoption of the tentative budget, was taken by the District Board on June 8, 2020. It was approved by resolution CFUD#1 RES 2020-112. The second action, the adoption of the Final Budget, was taken by the District Board on June 22, 2020. It was approved by resolution CFUD#1 RES 2020-113.

## **Staff Analysis**

The FY2021 property tax levy is unchanged from the levy included in the Final Budget adopted on June 22, 2020.

## **Attachments**

A. CFUD#1 RES 2020-114

B. Exhibit A: 2020-2021 Annual Budget