



The Honorable William "Bill" Edwards, Mayor
The Honorable Mark Baker, District 7, Mayor Pro Tem
The Honorable Catherine F. Rowell, District 1 Councilmember
The Honorable Carmalitha Gumbs, District 2 Councilmember
The Honorable Helen Z. Willis, District 3 Councilmember
The Honorable Naeema Gilyard, District 4 Councilmember
The Honorable Rosie Jackson, District 5 Councilmember
The Honorable khalid kamau, District 6 Councilmember

SPECIAL MEETING AGENDA

1. Call to Order - 10:00am
2. Public Hearing
 - a. Public hearing on the advertised tentatively adopted millage rate (11.579 mills) for 2018.
3. Adjournment



CITY OF SOUTH FULTON
COUNCIL AGENDA ITEM
COUNCIL SPECIAL MEETING



SUBJECT: Public Hearing

DATE OF MEETING: 8/7/2018

DEPARTMENT: Finance

ATTACHMENTS:

Description	Type	Upload Date
2018 Tax Digest Presentation	Cover Memo	8/3/2018



CITY OF SOUTH FULTON 2018 TAX DIGEST

**PRESENTED BY:
FRANK S. MILAZI, CPFA, CPFIM
CITY TREASURER**

**CITY OF SOUTH FULTON
5440 FULTON INDUSTRIAL BLVD, SOUTH FULTON, GA 30336
#SouthFultonStrong**



CITY OF SOUTH FULTON

2018 TAX DIGEST

FOR FISCAL YEAR 2019 BUDGET FINANCING

In 2017 the City adopted 7.149 mills for its operations while Fulton County levied 4.430 mills for its expenses for services to the City from January 1, 2017 through April 30, 2017 for a total of 11.579 mills. The 2017 rate resulted in tax revenues of a little over 14 million. Thus the City had to use a Tax anticipation note to help with its operations.



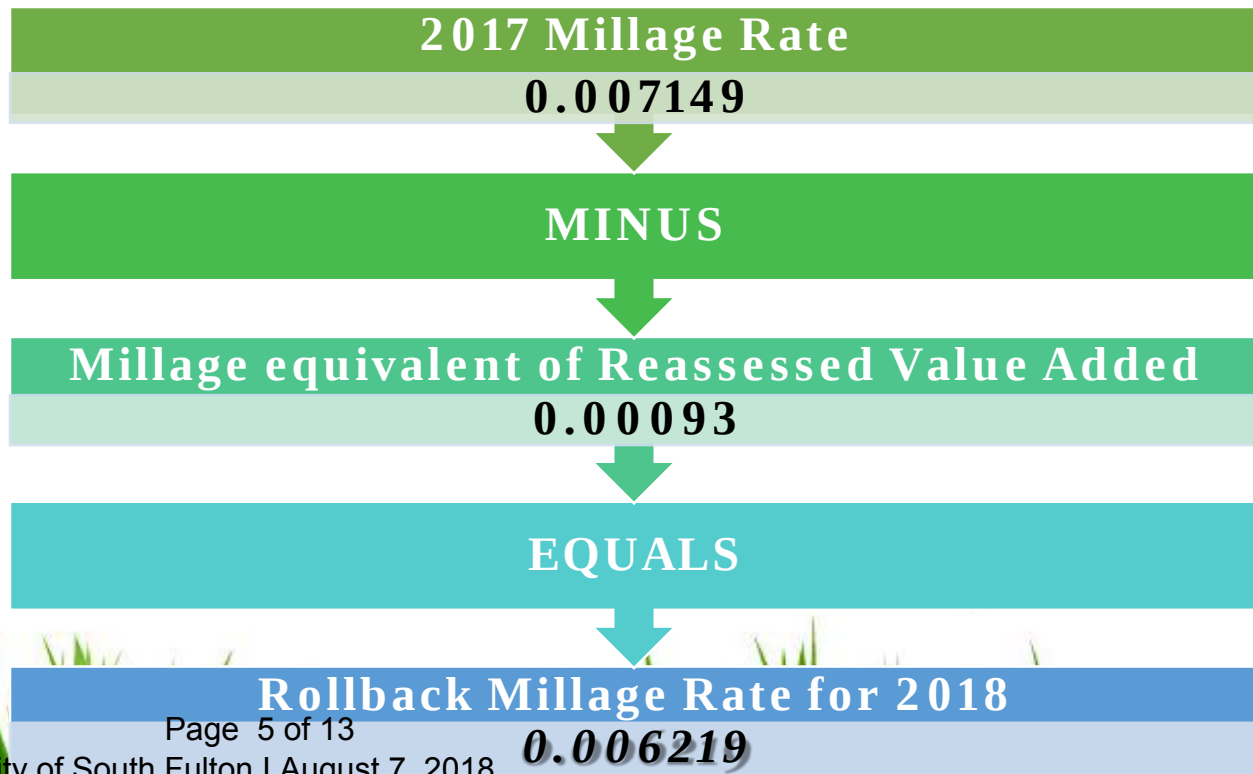
MILLAGE RATE PROPOSAL

The 2018 proposed millage rate is 11.579 **mills** which is the same as the combined rates of last year (7.149 mills for City of South Fulton + 4.430 mills for Fulton Co.).

However due to a rise in property values, this rate will result in a higher assessment and as a result is considered a tax increase.

The following calculation shows the roll back rate based on FY 2017 of 7.149 mills.

➤Calculation:





MILLAGE RATE PROPOSAL

Should the City maintain the single rate without the portion that was charged by the county, then it will need to reduce the level of service being proposed in the 2019 budget.



2017 TAX DIGEST AND PRIOR YEAR HISTORY OF LEVY

<u>Description</u>	<u>2017</u>	<u>2018</u>
Real	1,925,185,260	2,441,919,530
Personal	1,134,210,892	1,149,763,742
Motor Vehicles	59,199,320	
Mobile Homes	5,600	5,600
Timber – 100%	18,000	
Heavy Duty Equipment	156,184	
Gross Digest	3,118,775,256	3,591,688,872
Exemptions	919,192,932	663,289,510
Net Digest	2,199,697,894	2,928,399,362
FLPA Reimbursement Value		
Adjusted Net M & O Digest	2,199,697,894	2,928,399,362
Gross M&O Millage Rate	7.149	0.007149
Less Millage Rate Rollback	<u>0</u>	<u>0.00093</u>
Net M & O Millage Rate	7.149	0.006219
Net Taxes Levied	15,657,799.53	20,935,127.04
		<u>18,211,715.63</u>



2017 TAX DIGEST AND FIVE YEAR HISTORY OF LEVY

<u>Description</u>	<u>2017</u>	<u>2018</u>
Real	1,925,185,260	2,441,919,530
Personal	1,134,210,892	1,149,763,742
Motor Vehicles	59,199,320	
Mobile Homes	5,600	5,600
Timber – 100%	18,000	
Heavy Duty Equipment	156,184	
Gross Digest	3,118,890,826	3,591,688,872
Exemptions	919,192,932	663,289,510
Net Digest	2,199,697,894	2,928,399,362
FLPA Reimbursement Value		
Adjusted Net M & O Digest	2,199,697,894	2,928,399,362
Gross M&O Millage Rate	7.149	11.579
Less Millage Rate Rollback	<u>0</u>	
Net M & O Millage Rate	7.149	11.579
Net Taxes Levied	15,657,799.53	33,907,936.21





REVENUE & EXPENDITURE AT 11.579 MILLS

Three Year Forecast with 11.579 Rate

<u>Revenues</u>	<u>2018 Amended Budget</u>	<u>2019 Projected</u>	<u>2020 Forecast</u>
Revenues	43,080,926	69,769,436	71,801,605
Total Expenditure	52,715,280	58,112,055	58,014,101
Net Position	(9,634,354)	11,657,381	13,787,504
Short Term Borrowing	10,000,000	5,000,000	
Short Term Repayment		(12,836,000)	(10,000,000)
Beginning Fund Balance	(6,155,811)	(5,790,165)	1,968,784
Ending Fund Balance	(5,790,165)	(1,968,784)	1,818,720

CITY OF SOUTH FULTON

2018 MILAGE RATE TO FUND 2019 BUDGET NEEDS

1. How do we have 86 percent tax increase in 2018?
2. The 2018 proposed millage rate is the same as the 2017 combined millage rate (7.149 mills COSF + 4.430 mills Fulton County/SSD)
3. Calculations:
 $(11.579 \text{ mills} - 6.219 \text{ mills}) = 5.36 \text{ mills (Revenue Neutral)}$
 $5.36 \text{ mills} / 6.219 \text{ mill} = \mathbf{86 \text{ percent increase.}}$



CITY OF SOUTH FULTON 2018 MILLAGE RATE TO FUND 2019 BUDGET NEEDS

2017 MILLAGE RATE



2018 MILLAGE RATE



2018 PROPOSED MILLAGE RATE



CONTACT

Please contact the City Treasurer
for clarification if you have any
questions or need additional
information at
470-809-7700

