## City of Carson City Request for Board Action

Agenda Date Requested: 2/17/11 Date Submitted: 02/08/11 Time Requested: 10 minutes Mayor and Supervisors To: From: Nick Providenti, Director of Finance Lawrence A Werner P.E., P.L.S., City Manager Subject Title: Discussion and possible action to direct staff to use the "allowed" property tax rate as determined by the Department of Taxation for use in preparing the Carson City FY 2012 Budget. Staff Summary: Staff is seeking direction on establishing the property tax rate for use in preparing the Carson City FY 2012 Budget. The actual rates will not be available until February 15, 2011, but the Department of Taxation is requesting that we indicate which rate we will use and provide them the information by February 22, 2011. We will provide the tax rate analysis as late material and discuss the consequences at the meeting. Type of Action Requested: (check one) ( ) Ordinance ( ) Resolution (XX ) Formal Action/Motion ( ) Other (Specify) Does this action require a Business Impact Statement: ( ) Yes (X) No Recommended Board Action: I move to direct staff to use the "allowed" property tax rate as determined by the Department of Taxation for use in preparing the Carson City FY 2012 Budget.

**Explanation for Recommended Board Action:** Due to falling assessed values, it appears that if the property tax rates were left at FY 2011 levels, the tax revenues received from many parcels would not increase by the 3% and 8% (depending on the type of property - residential vs commercial) caps. If the property tax rates were increased to the "allowed' rate, then the property tax revenues received by the affected parcels would increase to the 3% and 8% capped amounts and these taxpayers would be paying more in real property taxes.

Applicable Statute, Code, Policy Rule or Regulation: NRS 354.59811

**Fiscal Impact:** Will be determined when the rates are received from the Department of Taxation on February 15, 2011 and discussed in detail at the February 17, 2011 Board of Supervisors meeting.

Explanation of Impact: n/a

Funding Source: n/a

**Supporting Material:** Supporting documents including "allowed" tax rates and current tax rates, and the FY 2012 real property forecast - all of which will be included as late material.

Alternatives:	To give staff different direction.			
Prepared By:	(Department Head) : (City Manager) : (District Aftorney)	Date: _ Date: _ Date: _ Date: _	2/8/11 2/8/11 2/8/11	
(Finance Director)  Board Action Taken:  Motion:		1)		Aye/Nay
		2)		
(Vote l	Recorded By)			