

CITY OF UNALASKA
UNALASKA, ALASKA

RESOLUTION 2020-30

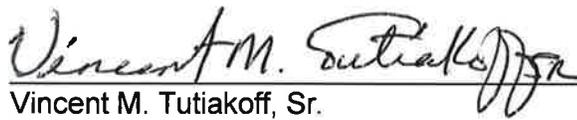
A RESOLUTION OF THE UNALASKA CITY COUNCIL ESTABLISHING THE RATE OF LEVY ON ASSESSED PROPERTY WITHIN THE CITY OF UNALASKA FOR FISCAL YEAR 2021

WHEREAS, Unalaska City Code § 6.28.010(B) states, "the Council shall annually by resolution establish the rate of levy on assessed property within the City"; and

WHEREAS, the Unalaska City Council reviewed options and information regarding the rate of levy.

NOW THEREFORE BE IT RESOLVED that the rate of levy on assessed property within the City of Unalaska, Alaska for Fiscal Year 2021 shall be set at 10.5 mills.

PASSED AND ADOPTED by a duly constituted quorum of the Unalaska City Council on May 26, 2020.



Vincent M. Tutiakoff, Sr.
Mayor

ATTEST:



Marjie Veeder, CMC
City Clerk



MEMORANDUM TO COUNCIL

To: Mayor and City Council Members
From: Marjie Veeder, City Clerk
Through: Erin Reinders, City Manager
Date: May 26, 2020
Re: Resolution 2020-30 establishing the rate of levy on assessed property within the City of Unalaska for Fiscal Year 2021

SUMMARY: Unalaska City Code Section 6.28.010(B) provides that “the Council shall annually by resolution establish the rate of levy on assessed property within the city. The annual rate of levy shall be determined before June 15.” By adopting Resolution 2020-30, Council will set the mill rate for FY21.

PREVIOUS COUNCIL ACTION: Council establishes the rate of levy each year.

DISCUSSION: One component of the annual property tax cycle is setting the mill rate. This rate is applied to both real property and business personal property values. In FY92, the mill rate was reduced from 12.78 mills to 11.78 mills. It remained at 11.78 mills until FY09 when it was reduced to 10.5 mills. A mill rate of 10.5 mills equates to \$1,050 per \$100,000 in assessed valuation. The attached chart indicates the impact on property tax revenue with changes in the mill rate using this year’s assessed values.

ALTERNATIVES: Council may raise or lower the mill rate, or Council may choose to maintain the rate of levy at 10.5 mills.

FINANCIAL IMPLICATIONS: The attached spreadsheet shows increases or decreases in revenue based on a change in the mill rate, using current property tax values.

LEGAL: None.

STAFF RECOMMENDATION: Staff recommends adoption of Resolution 2020-30.

PROPOSED MOTION: I move to adopt Resolution 2020-30.

CITY MANAGER COMMENTS: I recommend adoption of Resolution 2020-30.

ATTACHMENT: Chart with mill rate levy options

PROPERTY TAX MILLAGE RATE OPTIONS

Rate of Levy		Assessed Value		Taxes	
		Real Property	Business Personal Property	Total Tax	Increase / Decrease
Mill Rate	Percent Rate	446,417,175	237,576,735		
5.00	0.500%	2,232,086	1,187,884	3,419,970	(3,761,967)
5.50	0.550%	2,455,294	1,306,672	3,761,967	(3,419,970)
6.00	0.600%	2,678,503	1,425,460	4,103,963	(3,077,973)
6.50	0.650%	2,901,712	1,544,249	4,445,960	(2,735,976)
7.00	0.700%	3,124,920	1,663,037	4,787,957	(2,393,979)
7.50	0.750%	3,348,129	1,781,826	5,129,954	(2,051,982)
8.00	0.800%	3,571,337	1,900,614	5,471,951	(1,709,985)
8.50	0.850%	3,794,546	2,019,402	5,813,948	(1,367,988)
9.00	0.900%	4,017,755	2,138,191	6,155,945	(1,025,991)
9.50	0.950%	4,240,963	2,256,979	6,497,942	(683,994)
10.00	1.000%	4,464,172	2,375,767	6,839,939	(341,997)
10.50	1.050%	4,687,380	2,494,556	7,181,936	-
11.00	1.100%	4,910,589	2,613,344	7,523,933	341,997
11.50	1.150%	5,133,798	2,732,132	7,865,930	683,994
11.78	1.178%	5,258,794	2,798,654	8,057,448	875,512
12.00	1.200%	5,357,006	2,850,921	8,207,927	1,025,991
12.50	1.250%	5,580,215	2,969,709	8,549,924	1,367,988
13.00	1.300%	5,803,423	3,088,498	8,891,921	1,709,985
13.50	1.350%	6,026,632	3,207,286	9,233,918	2,051,982
14.00	1.400%	6,249,840	3,326,074	9,575,915	2,393,979
14.50	1.450%	6,473,049	3,444,863	9,917,912	2,735,976
15.00	1.500%	6,696,258	3,563,651	10,259,909	3,077,973
15.50	1.550%	6,919,466	3,682,439	10,601,906	3,419,970
16.00	1.600%	7,142,675	3,801,228	10,943,903	3,761,967
16.50	1.650%	7,365,883	3,920,016	11,285,900	4,103,963
17.00	1.700%	7,589,092	4,038,804	11,627,896	4,445,960
17.50	1.750%	7,812,301	4,157,593	11,969,893	4,787,957
18.00	1.800%	8,035,509	4,276,381	12,311,890	5,129,954
18.50	1.850%	8,258,718	4,395,170	12,653,887	5,471,951
19.00	1.900%	8,481,926	4,513,958	12,995,884	5,813,948
19.50	1.950%	8,705,135	4,632,746	13,337,881	6,155,945
20.00	2.000%	8,928,344	4,751,535	13,679,878	6,497,942

Example: Homeowner with assessed value of \$200,000 at the current rate of 10.5 mills

Mill Rate	Percent Rate	Assessed Value	Tax
10.5	1.050%	\$ 200,000	\$ 2,100