

CITY OF SOUTH FULTON



PUBLIC HEARINGS TO ADOPT FY2021 MILLAGE RATE

**VIRTUAL MEETINGS
AUGUST 26, 2020 @10AM & @7PM
SEPTEBER 2, 2020 @6PM**

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

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



TAX RATE

The amount of tax billed is based on the fair market value of the property using the millage rate.

MILLAGE RATE

Set annually by the governing authority of the taxing jurisdiction and by the Board of Education. A tax rate of one mill represents a tax liability of one dollar per \$1,000 of assessed value.



ROLLBACK RATE

The Rollback Rate is the millage rate that would raise the same amount of revenue as last year if applied to the current value of the property that was on last year's tax roll.

Rollback Rate: 12.399



TAX RATE COMPARISON

FY2020 current millage rate: 11.579

FY2021 roll back rate: 12.399

FY2021 proposed millage rate: 13.399

Percentage Increase: 8.07%



TAX RATE COMPARISON

BASIC HOMESTEAD PROPERTY

Fair Market Value	100,000		Fair Market Value	100,000
X 40%	0.40		X 40%	0.40
Assessed Value	40,000		Assessed Value	40,000
Assessed Value	40,000		Assessed Value	40,000
Local Exemption	(30,000)		Local Exemption	(30,000)
Taxable Value	10,000		Taxable Value	10,000
Taxable Value	10,000		Taxable Value	10,000
X Millage Rate	0.012399		X Millage Rate	0.013399
City Property Taxes	\$ 123.99		City Property Taxes	\$ 133.99

Difference: \$10.00



TAX RATE COMPARISON

NON-HOMESTEAD PROPERTY

Fair Market Value	100,000		Fair Market Value	100,000
X 40%	0.40		X 40%	0.40
Assessed Value	40,000		Assessed Value	40,000
Assessed Value	40,000		Assessed Value	40,000
Local Exemption	-		Local Exemption	-
Taxable Value	40,000		Taxable Value	40,000
Taxable Value	40,000		Taxable Value	40,000
X Millage Rate	0.012399		X Millage Rate	0.013399
City Property Taxes	\$ 495.96		City Property Taxes	\$ 535.96

Difference: \$40.00



MILLAGE RATE PROPOSAL



The 2020 tax digest value has decreased drastically from the prior year. Several commercial businesses have been moved from within the City to the Fulton Industrial District; which in turn, has decreased our personal property values by 148,299,830.

Additionally, the City adopted the new homestead exemption last year, that has increased our exemptions by 407,371,890. Should the City adopt the proposed millage rate of 13.399 mills, the City will be able to maintain the same level of services currently being provided as well allocate additional revenue received for capital improvements, including public safety buildings.



2020 TAX DIGEST AND FIVE-YEAR HISTORY OF LEVY

Description	2017	2018	2019	2020
Real	1,925,185,260	2,408,502,730	2,718,707,870	3,053,606,090
Personal	1,134,210,892	908,673,462	647,155,963	516,169,211
Motor Vehicles	59,199,320	0	4,376,100	4,055,560
Mobile Homes	5,600	5,600	5,600	5,600
Timber - 100%	18,000	0	0	0
Heavy Duty Equipment	156,184	15,200	39,123	46,000
Gross Digest	3,118,775,256	3,317,196,992	3,370,284,656	3,573,882,461
Less M& O Exemptions	919,192,932	669,489,200	795,448,830	1,202,820,720
Net M & O Digest	2,199,582,324	2,647,707,792	2,574,835,826	2,371,061,741
Gross M&O Millage	12.133	20.889	21.849	21.412
Less Rollbacks	4.414	9.310	10.270	8.013
Net M&O Millage	7.719	11.579	11.579	13.399
Taxes Levied	16,906,218	30,657,809	29,814,024	31,769,856
Net Increase (Decrease)	0	13,751,590	(843,784)	1,955,832
Net Levy Percent	0.00%	81.34%	-2.75%	6.56%



REVENUE & EXPENDITURE AT 13.399 MILLS

Three Year Forecast			
	<u>2019 Actuals</u>	<u>2020 Amended</u>	<u>2021 Forecast</u>
Revenues	\$ 70,993,914	\$ 68,760,607	\$ 69,984,659
Total Expenditure	\$ 52,879,077	\$ 68,760,607	\$ 69,984,659
Net Position	\$ 18,114,837	\$ -	\$ -
Other Financing Uses	\$ 1,182,810	\$ -	\$ -
Beginning Fund Balances	\$ (8,690,818)	\$ 10,606,829	\$ 10,606,829
Ending Fund Balances	\$ 10,606,829	\$ 10,606,829	\$ 10,606,829
			*Set aside for fund balance

