

FINANCE COMMITTEE

12-0454R

AS AMENDED

RESOLUTION PROPOSING THE SUM TO BE RAISED BY TAXATION
FOR GENERAL PURPOSES FOR THE YEAR 2013.

CITY PROPOSAL:

RESOLVED, that pursuant to Minnesota Statutes, Section 275.065, the city council adopts the following proposed tax levy:

Section 1. The sum to be raised by taxation for the year 2013 for general operations is hereby determined to be the sum of ~~\$19,211,000~~ \$19,441,000 which sum is levied against the taxable property of the city of Duluth and appropriated to the various accounts of the city, as set forth in the following sections, viz:

Section 2. There will be levied for the support of the general fund the sum of ~~\$11,842,000~~ \$12,072,000.

Section 3. For the payment of debt, there will be levied for the general obligation debt fund the sum of \$7,161,500.

Section 4. That pursuant to Laws of Minnesota 1971, Chapter 824, to pay for the portion of the cost of local improvements which will not sustain a special assessment, there will be levied for the permanent improvement fund the sum of \$207,500.

FINANCE PS:rb 08/28/2012

STATEMENT OF PURPOSE: This resolution sets the maximum property tax levy for the year 2013. The administration is proposing a 2.16% levy increase for debt service and permanent improvements in 2013. These levy increases will result in a tax rate increase of ~~1.6~~ 2.82 percent. For the average homeowner, city taxes will increase ~~\$7.00~~ \$12.20 per year to cover the proposed levy.

The city council must approve and certify a proposed tax levy to St. Louis County no later than September 15. The council must adopt the final levy in December of the same or a lesser amount.