

RESOLUTION NO. 2012-099

RESOLUTION OF INTENT TO TAKE THE STATUTORILY AUTHORIZED INCREASE IN PROPERTY TAX REVENUE AS PART OF THE ANNUAL APPROPRIATION ORDINANCE FOR 2013.

WHEREAS, SDCL 10-13-35 limits cities ability to increase the revenue collected from property taxes in their annual budgets; and

WHEREAS, pursuant to state law, the City of Rapid City may only increase the revenue collected from property taxes by the amount of growth and by the amount of the Consumer Price Index (CPI) or 3% whichever is less; and

WHEREAS, the City may choose to take all of the statutorily authorized increase in property taxes, may choose to take part of the increase, or may choose to forego any increase in property taxes as part of its annual appropriation ordinance; and

WHEREAS, the revenue produced by taking the statutory increase in property taxes has not traditionally been specifically identified in the amount of property tax revenue incorporated into the annual appropriation ordinance; and

WHEREAS, the City adopted Resolution No. 2012-004 which requires the City Council to approve a resolution that informs the community that the City intends to take the statutorily authorized increase in property taxes as part of the City's annual appropriation ordinance prior to second reading of the ordinance; and

WHEREAS, the City is allowed by state law to take a 3% increase in property taxes for 2013 which equals approximately \$402,006 in additional property tax revenue; and

WHEREAS, the City Council held a budget hearing on August 13th of 2012 and voted by a six to four vote to incorporate into the annual appropriation ordinance for 2013 the statutorily allowed increase in property taxes.

NOW THEREFORE, BE IT RESOLVED, that the City of Rapid City intends to take the statutorily authorized increase in property taxes of 3% for 2013 as part of the annual appropriation ordinance.

CITY OF RAPID CITY

Mayor

ATTEST:

Finance Officer

(SEAL)