

<p><b>FY05 ASSESSED VALUATION</b>  <b>Levy and Tax Revenue Information</b></p>
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The City has historically levied a local property tax each year to fund that portion of its operating budget not supported by other revenue sources. In that the General Fund is the general operating fund of the City all property taxes collected for general governmental operating purposes are accounted for in the City's General Fund. As with other jurisdictions throughout Oregon, the City of Springfield's property tax is a primary source of revenue for City general operations. Property tax provides 51% of the funding for local governmental services.

General Operations include the following:

- City Council
- City Administration and Legal services
- Municipal Court and Judicial services
- Basic Police services
- Fire First Response, Suppression and Fire Marshal services
- Land Use Planning services
- Development Services
- Building and Structure Maintenance services
- Finance, Information Technology, and Human Resource services

**Two Local Option Levies to Provide Dedicated Funding for Fire and Police Enhanced Services**

In November, 2002, City of Springfield voters passed two public safety measures – one for Fire Services and one for Police Services. The taxation information on those two measures is provided in this section of the budget document. For more detail on specific funding, see the Program Budget, Fire, Police and Legal/Judicial Services pages in this budget document. Overall, funding from the two levies provided the following:

<b>Local Option Levies</b>	<b>Amount</b>	<b>FTE</b>
Fire Services operating costs	\$ 897,588	9.0 FTE
Fire Services dedicated reserve	<u>\$ 392,058</u>	
<b>Fire Services Local Option Levy Funding</b>	<b>\$ 1,289,646</b>	
Police Services operating costs	\$ 1,539,639	20.0 FTE
Police Services dedicated reserve	\$ 630,756	
Legal and Judicial services	<u>\$ 191,759</u>	2.01 FTE
<b>Police Services Local Option Levy Funding</b>	<b>\$ 2,362,154</b>	
<b>Total Funding Provided by New Levies</b>	<b>\$ 3,651,800</b>	<b>31.01 FTE</b>
<b>Detail by Type of Costs Funded:</b>		
Departmental Operating costs	\$ 2,628,986	31.0 FTE
Dedicated Reserves	<u>\$ 1,022,814</u>	
<b>Total Funding Provided by New Levies</b>	<b>\$3,651,800</b>	<b>31.01 FTE</b>

Note that Fire Service Contracts added \$78,800 for fire services funding. For more detail on specific funding, see the Program Budget, Fire, Police and Legal/Judicial Services pages in this budget document and see Financial Summaries and Statistics section for methodology on determining tax revenue for FY05.

**Property Tax History**

Effective July 1, 1997 Springfield began operating on a rate based system for its operating levies. From 1997 (FY98) through FY00 the rate essentially remained within the same values. In response to Measure 50, in FY99 the state assigned the City a new permanent rate of \$4.7403. During FY01 the City made the last debt service payment on the 1979 General Obligation Bonds that paid for the renovation of the current City Hall facility. The tax rate was thereby reduced by about .32 cents per thousand as a result.

**Overall City Levy Information: Historical and Current**

The following are the actual levies (all funds) by the City of Springfield over the past five years, the FY04 revised estimate, and the estimated levy for FY05 (figures do not include allowances for discounts and delinquencies):

	Fiscal Year						
	Actual FY99	Actual FY00	Actual FY01	Actual FY02	Actual FY03	Projected FY04	Estimated FY05
<b>Tax Base/Rate Levy*</b>	\$ 8,931,889	\$ 9,445,892	\$ 10,072,941	\$ 10,688,827	\$ 12,426,698	\$ 12,764,646	\$ 13,211,409
<b>Fire Local Option</b>	N/A	N/A	N/A	N/A	N/A	\$ 969,405	\$ 1,03,335
<b>Police Local Option</b>	N/A	N/A	N/A	N/A	N/A	\$ 1,777,243	\$ 1,839,447
<b>Sub-total</b>	\$ 9,445,892	\$ 10,072,941	\$ 10,688,827	\$ 11,832,524	\$ 12,259,054	\$ 15,511,294	\$ 16,054,191
<b>Bonds</b>	\$ 1,612,817	\$ 1,627,925	\$ 1,000,192	\$ 1,072,914	\$ 1,052,129	\$ 1,115,008	\$ 1,085,960
<b>Total</b>	\$ 10,966,749	\$ 11,700,866	\$ 11,689,019	\$ 12,905,438	\$ 13,311,183	\$ 16,626,302	\$ 17,140,151
<b>Assessed Value</b>	\$1,992,678,307	\$2,124,958,597	\$2,254,884,249	\$2,496,155,206	\$2,623,033,739	\$2,692,792,925	\$2,787,040,677
<b>Rate for Operations</b>	\$ 4.7403	\$ 4.7403	\$ 4.7403	\$ 4.7403	\$ 4.7403	\$ 5.7603	\$ 5.7703
<b>Bonds</b>	\$ .8083	\$ .7661	\$ .4435	\$ .4298	\$ .4014	\$ .4141	\$ .3897
<b>Total Rate</b>	\$ 5.5496	\$ 5.5064	\$ 5.1838	\$ 5.1701	\$ 5.1417	\$ 6.1744	\$ 6.1500

\*tax rate levy is for general operations in the General Fund

Fire Local Option Levy and Police Local Option Levy passed by the voters in November, 2002 for an effective date of July 1, 2003 (FY04). These levies are in effect for four years only – FY04 through FY07 and are separated from all other taxes by separate reporting funds: Fire Local Option Levy Fund and Police Local Option Fund.

The assessed valuation which applies to all levies is calculated as follows:

	<b>Assessed Valuation</b>
<b>FY04 Assessed Valuation (AV)</b>	<b>\$ 2,692,792,925</b>
<b>Add: Estimated 3.50% Increase in Value</b>	<b>\$ 94,247,752</b>
<b>Total City Assessed Valuation for all Levies</b>	<b>\$ 2,787,040,677</b>

What follows is a detailed explanation of how the individual levy revenues were calculated and the calculation for net tax revenues recorded in the FY05 Proposed Budget.

**Existing Tax Base/Rate Levy for General Operations:**

<b>General Fund – 100 General Operations</b>	<b>Rate Per Thousand</b>	<b>Levy</b>	<b>Net Tax Revenue</b>
City of Springfield Permanent Tax Rate	\$4.7403		
<b>ESTIMATED TAXES RAISED FOR FY05 (rate x AV/1000)</b>		<b>\$ 13,211,409</b>	
Less Allowances for Discounts, Delinquencies: 6.89%		<u>\$ (910,129)</u>	
<b>Total Available General Fund Tax Revenue for Appropriation</b>			<b><u>\$ 12,301,280</u></b>

**Local Option Levies Provided by Voter Approved Measures**

<b>Fire and Life Safety Local Option Levy</b>	<b>Rate Per Thousand</b>	<b>Levy</b>	<b>Net Tax Revenue</b>
City of Springfield Four Year Tax Rate (FY04 – FY07)	\$0.3600		
<b>ESTIMATED TAXES RAISED FOR FY05 (rate x AV/1000)</b>		<b>\$ 1,003,335</b>	
Less Allowances for Discounts, Delinquencies: 6.89%		<u>\$ (69,120)</u>	
<b>Total Available Tax Revenue for Appropriation</b>			<b><u>\$ 934,215</u></b>

<b>Police Services Local Option Levy</b>	<b>Rate Per Thousand</b>	<b>Levy</b>	<b>Net Tax Revenue</b>
City of Springfield Four Year Tax Rate (FY04 – FY07)	\$0.6600		
<b>ESTIMATED TAXES RAISED FOR FY05 (rate x AV/1000)</b>		<b>\$ 1,839,447</b>	
Less Allowances for Discounts, Delinquencies: 6.89%		<u>\$ (126,719)</u>	
<b>Total Available Tax Revenue for Appropriation</b>			<b><u>\$ 1,712,728</u></b>

**Bond Sinking Fund**

<b>Bond Sinking Fund</b>	<b>Rate</b>	<b>Tax Levy</b>
Levy Required for General Obligation Bonds		<b>\$ 1,085,960</b>
Estimated Tax Rate (Levy/AV)	\$0.3897	
Less Allowances for Discounts, Delinquencies: 6.89%		<u>\$ (74,812)</u>
<b>Total Available Bond Sinking Fund Tax Revenue for Appropriation</b>		<b>\$ 1,011,148</b>

**Summation of Tax Revenues:**

General Operations	\$12,301,280
Fire Services	\$ 934,215
Police Services	<u>\$ 1,712,728</u>
Total Tax Revenues for Operations	\$14,948,223
Bond Sinking Fund	<u>\$ 1,011,148</u>
Total Collections	<u>\$15,959,371*</u>

*\*represents current tax rate for operations and does not include prior year discounts or delinquencies collected (\$410,000) nor any other taxation revenue source (such as Transient Room Tax or 911 taxes totaling \$931,750). All tax sources total \$17,824,719*

**FY05 Tax Rates**

The City of Springfield's revised property tax rate per thousand is \$6.150, consisting of the following funding sources (See Debt Fund Highlights for details on the Bond Sinking Fund rate):

Tax Levy for Operations:	
General Fund	\$4.7403
Fire Local Option Levy Fund	\$ .3600
Police Local Option Levy Fund	<u>\$ .6600</u>
<b>Rate for Operations</b>	<b>\$5.7703</b>
<b>Bond Sinking Fund</b>	<b><u>\$ .3897</u></b>
<b>Total City Rate</b>	<b><u>\$6.1500</u></b>