



CITY OF NOVI CITY COUNCIL
MAY 6, 2024

SUBJECT: Approval of Resolution for 2024 Millage Rates

SUBMITTING DEPARTMENT: Finance

BACKGROUND INFORMATION:

Attached for your consideration is the adopting resolution for the 2024 millage.

The City's total 2024 millage rate including the Operating, Public Act 359 Advertising, Public Safety, Parks and Recreation, Drain, Library, Debt, Capital Improvement (CIP), and Roads is 10.5376 mills which is unchanged from the 2023 tax levy. While the total mills levied remains unchanged from last year, two of the individual millage rates did change. Public Act 359 Advertising puts a dollar cap on the amount that can be levied of \$50,000 and therefore due to the overall increase in the City's taxable value, that millage rate was required to be reduced from 0.0107 to 0.0100 or a reduction of 0.0007. As a result of the reduction to the PA 359 millage, the City was able to increase the millage rate for Drain by 0.0007 to 0.6120. The overall mill rate remains very competitive when we benchmark with other communities within Oakland County and continues to be one of the lowest rates in the entire County. There is no millage rollback due to "Headlee" for the 2024 tax year (fiscal year 2024-2025).

The General Fund; Municipal Street Fund; Parks, Recreation, and Cultural Services Fund; Library Fund; Drain Fund; CIP Fund and the debt service fund property tax revenues are calculated based upon the millage rates attached in this motion sheet.

The Michigan Department of Treasury requires all entities that levy property taxes to file Form L-4029 with the County Clerk and Equalization Department. The official 2024 form is attached which reflects the City's 2024 millage rates.

RECOMMENDED ACTION: Approval of Resolution for 2024 Millage Rates

CITY OF NOVI
COUNTY OF OAKLAND, MICHIGAN

RESOLUTION OF ADOPTION 2024 MILLAGE RATES

Minutes of a Meeting of the City Council of the City of Novi, County of Oakland, Michigan, held in the City Hall of said City on May 6, 2024, at 7 o'clock P.M. Prevailing Eastern Time.

PRESENT: Councilmembers _____

ABSENT: Councilmembers _____

The following preamble and Resolution were offered by Councilmember _____ and supported by Councilmember _____.

WHEREAS, the City Council has agreed to keep the City's total millage rate of 10.5376 mills unchanged from last year (2023) levy and

WHEREAS, that these levies are being placed on a diversified tax base that has increased slightly as anticipated in the financial plan, and

WHEREAS, a public hearing was also held on May 6, 2024 on 2024 millage rates and the 2024-2025 budget,

NOW THEREFORE, IT IS THEREFORE RESOLVED that to finance the level of services established for the 2024-2025 fiscal-year, and to meet specific debt obligations of the City that the following millages are authorized to be spread:

| | |
|------------------------------|--------|
| General Operating | 4.7505 |
| Public Act 359 – Advertising | 0.0100 |
| Municipal Street | 1.4197 |
| Public Safety | 1.3518 |
| Parks and Recreation | 0.3648 |
| Drain | 0.6120 |

| | |
|--------------------------------|--------|
| Capital Improvement | 0.9514 |
| Library | 0.7303 |
| 2008 Library Construction Debt | 0.3471 |

AYES:

NAYS:

RESOLUTION DECLARED ADOPTED.

Cortney Hanson, City Clerk

CERTIFICATION

I hereby certify that the foregoing is a true and complete copy of a resolution adopted by the City Council of the City of Novi, County of Oakland, and State of Michigan, at a regular meeting held this 6th day of May, 2024, and that public notice of said meeting was given pursuant to and in full compliance with Act No. 267, Public Acts of Michigan, 1976, and that the minutes of said meeting have been kept and made available to the public as required by said Act.

Cortney Hanson, City Clerk
City of Novi

2024 Tax Rate Request (This form must be completed and submitted on or before September 30, 2024)

MILLAGE REQUEST REPORT TO COUNTY BOARD OF COMMISSIONERS

Carefully read the instructions on page 2.

This form is issued under authority of MCL Sections 211.24e, 211.34 and 211.34d. Filing is mandatory; Penalty applies.

| | |
|--|---|
| County(ies) Where the Local Government Unit Levies Taxes Oakland | 2024 Taxable Value of ALL Properties in the Unit as of 5-28-2024 4,962,920,898 |
| Local Government Unit Requesting Millage Levy City of Novi | For LOCAL School Districts: 2024 Taxable Value excluding Principal Residence, Qualified Agricultural, Qualified Forest, Industrial Personal and Commercial Personal Properties. |

This form must be completed for each unit of government for which a property tax is levied. Penalty for non-filing is provided under MCL Sec 211.119. The following tax rates have been authorized for levy on the 2024 tax roll.

| (1) Source | (2) Purpose of Millage | (3) Date of Election | (4) Original Millage Authorized by Election Charter, etc. | (5) ** 2023 Millage Rate Permanently Reduced by MCL 211.34d "Headlee" | (6) 2024 Current Year "Headlee" Millage Reduction Fraction | (7) 2024 Millage Rate Permanently Reduced by MCL 211.34d "Headlee" | (8) Sec. 211.34 Truth in Assessing or Equalization Millage Rollback Fraction | (9) Maximum Allowable Millage Levy * | (10) Millage Requested to be Levied July 1 | (11) Millage Requested to be Levied Dec. 1 | (12) Expiration Date of Millage Authorized |
|---------------|---------------------------|-------------------------|--|--|---|---|---|---|---|---|---|
| Charter | General | 02/69 | 6.5000 | 4.7505 | 1.0000 | 4.7505 | 1.0000 | 4.7505 | 4.7505 | N/A | N/A |
| Voted | Streets | 08/12 | 1.5000 | 1.4197 | 1.0000 | 1.4197 | 1.0000 | 1.4197 | 1.4197 | N/A | N/A |
| Charter | Police/Fire | 11/87 | 1.8000 | 1.3518 | 1.0000 | 1.3518 | 1.0000 | 1.3518 | 1.3518 | N/A | N/A |
| Charter | Parks and Rec | 08/80 | .5000 | .3648 | 1.0000 | .3648 | 1.0000 | .3648 | .3648 | N/A | N/A |
| Charter | Drains | 08/82 | 1.0000 | .7303 | 1.0000 | .7303 | 1.0000 | .7303 | .6120 | N/A | N/A |
| Charter | Library | 08/80 | 1.0000 | .7303 | 1.0000 | .7303 | 1.0000 | .7303 | .7303 | N/A | N/A |
| Voted | Debt Library | 11/07 | N/A | N/A | 1.0000 | N/A | 1.0000 | N/A | .3471 | N/A | 2027 |
| Voted | Capital Imp | 08/16 | 1.0000 | .9514 | 1.0000 | .9514 | 1.0000 | .9514 | .9514 | N/A | 08/2026 |

| | | | |
|------------------------------------|---|---------------------------------|------|
| Prepared by Carl Johnson | Telephone Number (248) 347-0470 | Title of Preparer CFO | Date |
|------------------------------------|---|---------------------------------|------|

CERTIFICATION: As the representatives for the local government unit named above, we certify that these requested tax levy rates have been reduced, if necessary to comply with the state constitution (Article 9, Section 31), and that the requested levy rates have also been reduced, if necessary, to comply with MCL Sections 211.24e, 211.34 and, for LOCAL school districts which levy a Supplemental (Hold Harmless) Millage, 380.1211(3).

Local School District Use Only. Complete if requesting millage to be levied. See STC Bulletin 2 of 2024 for instructions on completing this section.

| | | | |
|---|-----------|-------------------------------------|------|
| <input checked="" type="checkbox"/> Clerk | Signature | Print Name Cortney Hanson | Date |
| <input type="checkbox"/> Secretary | | | |

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| <input checked="" type="checkbox"/> Chairperson | Signature | Print Name Justin P. Fischer | Date |
| <input type="checkbox"/> President | | | |

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| Total School District Operating Rates to be Levied (HH/Supp and NH Oper ONLY) | Rate |
| For Principal Residence, Qualified Ag., Qualified Forest and Industrial Personal | |
| For Commercial Personal | |
| For all Other | |

* Under Truth in Taxation, MCL Section 211.24e, the governing body may decide to levy a rate which will not exceed the maximum authorized rate allowed in column 9. The requirements of MCL 211.24e must be met prior to levying an operating levy which is larger than the base tax rate but not larger than the rate in column 9.

** **IMPORTANT:** See instructions on page 2 regarding where to find the millage rate used in column (5).

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|---------------|---------------------------|-------------------------|--|--|---|---|---|---|---|---|---|
| PA 359 | Econ Dvlp | N/A | 4.0000 | 3.9214 | 1.0000 | 3.9214 | 1.0000 | .39214 | .0100 | N/A | N/A |
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| Prepared by | Telephone Number | Title of Preparer | Date |
|-------------|------------------|-------------------|------|

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| For Commercial Personal | |
| For all Other | |

| | | | |
|---|-----------|--------------------------|------|
| <input checked="" type="checkbox"/> Clerk | Signature | Print Name | Date |
| <input type="checkbox"/> Secretary | | Cortney Hanson | |
| <input checked="" type="checkbox"/> Chairperson | Signature | Print Name | Date |
| <input type="checkbox"/> President | | Justin P. Fischer | |

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