



AGENDA REPORT

Finance Department

DATE:	May 7, 2024
TO:	Mayor Martinez and Members of the City Council
FROM:	Andrea Miller, Director of Finance Mubeen Qader, Deputy Director of Finance Antonio Banuelos, Accounting Manager
Subject:	Tax Rate for Tax Override Pension Fund
FINANCIAL IMPACT:	The tax levy on the taxable and personal property located within the Taxing Districts is expected to yield \$28.5 million to the City of Richmond's Tax Override Pension Fund. The tax rate is unchanged from the prior year. The revenue is tied to the changes in Assessed Valuations for Richmond properties.
PREVIOUS COUNCIL ACTION:	N/A
STATEMENT OF THE ISSUE:	The proposed ordinance sets the tax rate for the Tax Override Pension Fund for Fiscal Year 2024-2025 at 0.14 percent, which is unchanged from the prior fiscal year.
RECOMMENDED ACTION:	INTRODUCE an Ordinance (first reading) setting the tax rate for the Tax Override Pension Fund for Fiscal Year 2024-2025 at 0.14 percent – Finance Department (Andrea Miller/Mubeen Qader/ Antonio Banuelos 620-6741).

DISCUSSION:

The proposed ordinance is pursuant to Section 13.16.010 of the Municipal Code of the City of Richmond, which requires the City Council to determine and annually fix the rate for each Taxing District of the City.

The tax rate for the Tax Override Pension upon all taxable real and personal property assessed in the City of Richmond, County of Contra Costa, State of California, for the fiscal year beginning July 1, 2024, and ending June 30, 2025, is determined and should be set at 0.14 percent. This determined rate is unchanged from prior years and is consistent with bond covenants that require the City to charge a maximum rate of 0.14 percent. Proceeds in excess of the bond repayment requirements are applied to relieve the City of qualified pension costs paid by the City's General Fund.

DOCUMENTS ATTACHED:

Attachment 1 – Ordinance