City Of est. 1839
BOONVILLE
City of Boonville

August 21, 2023

7:00 PM

City Council Chambers
525 E. Spring Street
Boonville MO 65233

I. Public Hearing 7:00 p.m.

A. Establishing the Tax Levy for Fiscal Year 2023-2024 beginning April 1, 2023

NOTICE: The City of Boonville will comply with the Americans with Disabilities Act (ADA). Individuals who require an accommodation due to disability to attend this meeting should contact our office at (660) 882-2332 or Relay Missouri, 1-800-735-2966 TTY at least 48 hours in advance.

PUBLIC HEARING

A hearing will be held at 7:00 p.m., August 21, 2023, in the City Council Chambers, 525 East Spring Street, at which citizens may be heard on the property tax rates proposed to be set by the City of Boonville. The tax rates are set to produce the revenues which the budget for the fiscal year beginning April 1, 2023 and beyond, show to be required from the property tax. Each tax rate is determined by dividing the amount of gross revenue needed by the current assessed valuation. (The result is multiplied by 100 so the tax rate will be expressed in cents per $100 valuation).

ASSESSED VALUATION	**CURRENT TAX YEAR**	**PRIOR TAX YEAR**
	2023	2022
Real Estate	$84,089,800	$79,767,470
Railroad/Utility	$4,927,455	$5,584,629
Personal Property	$28,572,000	$24,371,209
Railroad/Utility	$1,400,946	$3,867,164
	$118,990,201	$113,590,472

The 2023 assessed valuation has been certified by the County Clerk and is subject to adjustment pending appeals to the County and State. The following tax rates are proposed. They are calculated based upon the current information supplied by the County Clerk. As such, they are subject to revision hereafter as the County Clerk provides final valuations. All calculations are designed to be in compliance with Missouri Constitution Article X, Section 22 and the Missouri Statutes.

The maximum tax rate allowable as per the Missouri Statues and Article X, Section 22 of the Missouri Constitution is $0.7350 excluding the voluntary rollback taken by the City.

GENERAL FUND	**AMOUNT OF PROPERTY TAX REVENUES BUDGETED**	**PROPOSED TAX RATE (per $100)**	**PRIOR TAX RATE (per $100)**
Real Estate	$545,000	.7035	.7035
Personal Property	150,000	.7035	.7035
Railroad	35,000	.7035	.7035

Jerrid Richards

From: Tax Rates <TaxRates@auditor.mo.gov>
Sent: Thursday, July 27, 2023 4:07 PM
To: Jerrid Richards
Subject: RE: Cooper County Tax Rates

Yes, you are correct. You will need to send the pro formas to all of your political subdivisions except for school districts.

I will let you decide which response to provide to the City of Boonville. Here is the short response:

Because there was minimal change in the City of Boonville's existing assessed valuation from 2022 to 2023, the rate did not change.

Here is the long answer:

The Hancock Amendment includes statutes from the Missouri Constitution, Article X, Sections 16-24. Specifically, Article X, Section 22 states: "If the assessed valuation of property as finally equalized, excluding the value of new construction and improvements, increases by a larger percentage than the increase in the general price level from the previous year, the maximum authorized current levy applied thereto in each county or other political subdivision shall be reduced to yield the same gross revenue from existing property, adjusted for changes in the general price level, as could have been collected at the existing authorized levy on the prior assessed value." General price level is defined as the Consumer Price Index (CPI) in Article X, Section 17.

Additional explanation of this can be found in 137.073 (4) subsection 2, RSMo, where it states: "As provided in Section 22 of Article X of the constitution, a political subdivision may also revise each levy to allow for inflationary assessment growth occurring within the political subdivision. The inflationary growth factor for any such subclass of real property or personal property shall be limited to the actual assessment growth in such subclass or class, exclusive of new construction and improvements, and exclusive of the assessed value on any real property which was assessed by the assessor of a county or city in the current year in a different subclass of real property, but not to exceed the consumer price index or five percent, whichever is lower."

Overall, if there is an increase in existing assessed valuation over the current year's consumer price index (CPI), the tax rate will be lowered, and you would be levying a lower rate on a higher assessed valuation. If the existing assessed valuation were to decrease, the tax rate would be increased, and you would levy a higher rate on a lower assessed valuation. These adjustments occur to ensure that your district remains revenue neutral, only allowing for an increase in revenue of up to the CPI, and new revenue for new construction or newly added territory. The City of Boonville's assessed valuation increase 2.8810%, which is below the CPI.

Thank you,

Jill Wilson, MBA
Local Government/Policy Senior Analyst
Missouri State Auditor's Office
P.O. Box 869
Jefferson City, MO 65102

(573) 751-4213 (p)
(573) 751-7984 (f)