

Town of North Smithfield

NOTICE OF PROPOSED PROPERTY TAX RATE CHANGES

The Town of North Smithfield, Rhode Island proposes to increase its property tax levy to \$33,945,515 in the 2021 – 2022 fiscal year. The property tax levy in the current year (fiscal year 2020-2021) is \$33,063,402. The FY 2021 and FY 2022 tax levies have excluded motor vehicle excise tax for the purpose of determining tax levy growth pursuant to current law. **THIS IS A PROPOSED OVERALL LEVY INCREASE OF 2.67%.**

It is anticipated that there will be an overall increase in property values and when coupled with the increase in the proposed tax levy will result in a property tax rate of \$16.35 per \$1,000 of assessed valuation for residential real estate, \$19.45 per \$1,000 of assessed valuation for commercial and industrial real estate and \$43.70 per \$1,000 of assessed valuation for tangible personal property, as compared to the current property tax rates of \$16.30 per \$1,000 of assessed valuation for residential real estate, \$19.39 per \$1,000 of assessed valuation for commercial and industrial real estate and \$43.57 per \$1,000 of assessed valuation for tangible personal property.

The preliminary FY 2021-2022 motor vehicle levy includes taxes on motor vehicles at a rate of \$30.00 per \$1,000 of assessed valuation, which includes the exemption amount provided by the state's motor vehicle excise tax phase-out legislation up to \$5,000.

The net assessment and tax rate breakdown are as follows:

Classification	Actual Net Assessment FY 2021	Estimated Net Assessment FY 2022	Estimated Increases Decrease	Actual Tax Rate FY 2021	Estimated Tax Rate FY 2022	Change	% Change
Residential	\$1,237,692,202	\$1,245,753,921	\$8,061,719	\$16.30	\$16.35	\$0.05	0.31%
Commercial	\$328,398,729	\$335,209,619	\$6,810,890	\$19.39	\$19.45	\$0.06	0.31%
Tangible PP	\$135,583,610	\$147,396,948	\$11,813,338	\$43.57	\$43.70	\$0.13	0.31%
FF/OS	\$32,344,892	\$32,134,340	\$(210,552)	\$16.30	\$16.35	\$0.05	0.31%
Frozen	\$6,532,367	\$6,696,860	\$164,493		Varies		
Motor Vehicles	\$69,326,237	\$66,966,226	\$(2,360,011)	\$35.00	\$30.00	(5.00)	-14.29%

A property tax rate of \$16.56 for residential real estate, \$19.70 for commercial/industrial real estate and \$44.27 for tangible property represents the maximum levy authorized by section 44-5-2 of the general laws.

The budget for the Town of North Smithfield will be considered at a Town Council meeting to be held on **June 7, 2021 at 6:45 pm.** Due to the COVID-19 pandemic, the final procedure for holding the budget hearing will be a virtual zoom meeting. Please refer to the Town website for the most up to date information.

The above property tax estimates have been computed in a manner approved by the Rhode Island Department of Revenue.

Paul Zwolenski, Town Administrator Town of North Smithfield

Town of North Smithfield

REPORT TO TAXPAYERS ON THE CURRENT & PROPOSED BUDGET FISCAL YEAR 2021/2022

	<i>Current Operating FY 20/21</i>	<i>Admin Proposed Operating FY 21/22</i>
REVENUES		
1. Local Property Tax Levy (Current Year)	\$35,487,984	\$35,682,518
1 a. Abatements	(\$50,000)	(\$50,000)
1 b. Allowance for Current Year uncollectible	(\$709,760)	(\$713,650)
Net Tax Revenue for Budget	\$34,728,224	\$34,918,868
2. Local Property Taxes (Interest & Other)	\$187,500	\$190,000
3. Local Property Tax Levy (Prior Years)	\$490,000	\$450,000
4. Local Non-Property	\$1,458,655	\$1,246,286
5. State Aid	\$9,862,681	\$10,664,375
TOTAL REVENUES	\$46,727,061	\$47,469,529
EXPENDITURES		
1. General Government	\$1,745,610	\$1,533,656
2. Administration	\$645,329	\$703,126
3. Finance	\$849,026	\$854,558
4. Public Works	\$3,820,614	\$3,855,114
5. Library	\$460,929	\$460,929
6. Public Safety	\$7,692,491	\$7,911,430
7. Building and Zoning	\$210,893	\$214,357
8. Debit Service	\$4,153,448	\$4,166,887
9. School	\$27,148,721	\$27,769,472
TOTAL EXPENDITURES	\$46,727,061	\$47,469,529

CERTIFICATION: This is to certify that the information in this report is accurate to the best of my knowledge.

Paul Zwolenski, Administrator
Town of North Smithfield, RI