



CITY OF LODI

COUNCIL COMMUNICATION

AGENDA TITLE: 1996-97 Tax Rate for Bond Interest and Redemption (Information Only)

MEETING DATE: September 18, 1996

PREPARED BY: Finance Director

RECOMMENDED ACTION: That the City Council be informed that there is no need to establish the 1996-97 rate for bond interest and redemption as the Municipal Improvement Bonds approved in 1965 matured during 1995-96.

BACKGROUND INFORMATION: Proposition 13 allows the City Council to establish a tax rate which exceeds 1 percent to recover the amount needed to pay the bond debt service for voter approved indebtedness. The City Council was required to set the property tax rate for redemption of the Municipal Improvement Bonds approved by the voters in 1965. These bonds matured during 1995-96. Therefore, there is no longer a need to set the property tax rate to cover the estimated debt service for interest and redemption of principal.

FUNDING: None

Vicky McAthie
Finance Director

APPROVED: _____

H. Dixon Flynn - City Manager