

**Public Hearing – Constant Yield Tax Rate  
June 16, 2005**

Council President Donna Turner convened the Public Hearing for the Constant Yield Tax Rate at 6:30 p.m. in the Town hall. Council Vice-President Mary McCarthy, Member Norman Pinder, Royden Powell, Town Manager, Stephen Kehoe, Town Attorney and Jane Saulsbury, Administrative Aide were also in attendance.

Citizens and guests were welcomed to the meeting.

Mrs. Saulsbury certified the publication of the advertisement in the June 8, 2005 edition of the Star Democrat newspaper and read the advertisement for the record. Mrs. Turner asked if there were any comments or objections to the certification. There being none, the record shows there were none.

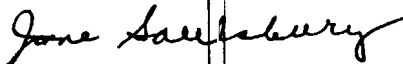
The hearing was turned over to Mr. Powell who explained the constant yield tax rate for 2005-06, as follows: (1) For the tax year beginning July 1, 2005, the estimated real property assessable base will increase by 9.3% from \$202,298, 403 to \$221,118,261. (2) If the Town of Centreville maintains the current tax rate of \$0.48 per \$100 of assessment, real property tax revenues will increase by 9.3% resulting in \$90,225 of new real property tax revenues. (3) In order to fully offset the effect of increasing assessments, the real property tax rate should be reduced to \$0.439, the constant yield tax rate. (4) The Town is considering not reducing its real property tax rate enough to fully offset increasing assessments. The Town proposes to adopt a real property tax rate of \$0.48 per \$100 of assessment. This tax rate is 9.3% higher than the constant yield tax rate and will generate \$90,335 additional property tax revenues.

Mr. Pinder noted that it is actually a tax increase due to the increase of assessments and is necessitated by the increasing need for services as the Town continues to grow.

The budget hearing for FY 2005-2006 will be held on Thursday, June 23, 2005, at 7:00 p.m. in the first floor meeting room at the Goodwill Fire Company.

**Motion to Adjourn:** There being nothing further to discuss, the meeting was adjourned at 6:45 p.m. by motion and second of Mrs. McCarthy and Mr. Pinder, respectively, and by unanimous vote.

Respectively submitted,

  
Jane Saulsbury, Admin. Aide