



Waynesboro City Council Agenda Briefing

Meeting Date:	September 13, 2021	Staff/Council Member(s): Mike Hamp, City Manager
Agenda Item #	11	
Resolution#		
Department:	Commissioner of the Revenue	
Subject:	Resolution Establishing the Rate of Relief for Personal Property Tax for the 2021 Tax Year	

Background:

In 2004 and 2005, the General Assembly enacted legislation and budget amendments that altered significantly the manner in which the Personal Property Tax Relief Program (Car Tax) program is administered at the state and local levels. The administration of the PPTRA for Waynesboro requires City Council to adopt annually, a resolution establishing the rate or percentage of relief for qualifying vehicles.

The resolution presented for your consideration establishes tax relief for qualifying vehicles at 39.5% for the 2021 tax year. The percentage of relief for last year was 42.5%. The reduction in the percentage of relief is attributable to increases in values of used and new vehicles largely attributable to supply chain disruption.

The amount of Personal Property Tax Relief distributed to each locality is determined by the General Assembly. The City of Waynesboro receives \$1,721,457 annually until otherwise determined by the General Assembly. The percentage of Personal Property Tax Relief afforded to the taxpayers may vary from year to year according to the tax rate, and/or assessed value of the registered, qualifying vehicles in the City.

As adoption of a resolution is necessary for the implementation of the Personal Property Tax Relief Program, the City Manager recommends that City Council adopt the resolution establishing 39.5%.

City Manager's Recommendation: Adopt the resolution with the recommended 39.5% rate of relief under the PPTRA for the 2021 tax year.

Suggested Motion(s): Move to adopt the resolution establishing the rate of relief for PPTRA at 39.5% for Tax Year 2021.

Attachments: Resolution