



Waynesboro City Council Agenda Briefing

Meeting Date:	October 12, 2022	Staff/Council Member(s): Mike Hamp, City Manager
Agenda Item #	12	
Resolution#		
Department:	Commissioner of the Revenue	
Subject:	Resolution Establishing the Rate of Relief for Personal Property Tax for the 2022 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 (PPTRA) program is administered at the state and local levels. The local administration of the PPTRA requires that City Council adopt a resolution establishing annually the rate or percentage of relief for qualifying vehicles.

The resolution presented for your consideration establishes tax relief for qualifying vehicles at 37.5% for the 2022 tax year. The percentage of relief for last year was 39.5%. The reduction in the percentage of relief is chiefly attributable to the appreciation of the National Automobile Dealers Association assessed value of motor vehicles.

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. The tax relief is set at such a level that it is anticipated to fully exhaust PPTRA funds.

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.

It is worth noting that if the Council adopts a Personal Property Tax Rate other than \$2.65, the percentage in this briefing and attached resolution will need to be recalculated.

City Manager's Recommendation: Adopt the resolution with the recommended 37.5% rate of relief under the PPTRA for the 2022 tax year.

Suggested Motion(s): Move to adopt the resolution establishing the rate of relief for PPTRA at 37.5% for Tax Year 2022.

Attachments:

Resolution