

Reply to Common Council File No. 041173
From DOA-Budget and Management Division

January 10, 2005

Ref: 04009

The Remission of Taxes Fund does not contain enough appropriation to cover an \$808,100 need. Common Council file 041173 contains a resolution that appropriates up to \$808,100 from the 2004 Common Council Contingent Fund. Payment for these remissions must be made prior to January 31, 2004 to meet the requirements in the State statutes.

The remissions related to this file occurred over multi-years or as far back as 2002. Of the \$808,100 that is needed, \$589,452 is for cases that went through the Board of Appeals and include \$51,822 of interest penalties. In addition, \$218,648 will fund corrections that are performed by the Treasurer.

At this time, contingent funds are being used to provide the appropriation authority to meet the State deadline. The current method of funding the remission of taxes shortfall maybe modified in the future. The modification of funding will be determined by other funding issues that develop in other accounts.

**RECOMMENDATION: ADOPT COMMON COUNCIL RESOLUTION
041173 THAT APPROPRIATES UP TO \$808,100 FROM THE 2004
COMMON COUNCIL CONTINGENT FUND.**

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