

STATEMENT OF FACT

New city would be accountable for the following time sensitive requirements:

Effective date	December 1, 2007
Property Assessments	January 1, 2008
Taxes mailed out	August 1, 2007
Taxes due	October 15, 2008

What does this mean?

NEW CITY MUST IMMEDIATELY ADDRESS THE FOLLOWING:

- Funding for its own operating expenses for 9 months
- Local Option Sales Tax – two months in arrears
- Insurance premium for one year even if filed on time
- Transition period ends October 2008 (9 months)
- Since transition has been cut short by 9 months, new city will owe County approximately \$46,000,000 (\$46M) for transitional services (i.e. planning & zoning, fire, police, public works, electric street lights, parks and recreation, benefits, etc.)