

	Item	Anticipated Revenue per year	Notes on this revenue option	Additional Commentary
A	A voter-approved income tax, possibly dedicated to specific items and/or time-limited (such as 15 years)	\$5,000,000	Estimate of net increase in revenue with income tax of 1% on residents and 0.5% on non-residents. This would include a reduction of approximately 5 operating mills in property taxes.	In theory, revenue would increase each year with inflation and would stay consistent with expenditure inflation costs.
B	A voter-approved Headlee Override of 2.4321 mills with 1/2 dedicated to parks and recreation and the other 1/2 for capital improvements/deferred maintenance for facilities and streets.	\$2,390,499	Current Headlee limit is 17.5679 - override would produce an additional 2.4321 mills	Would be subject to future Headlee rollbacks and slow growth in taxable value under Proposal A
C	A voter-approved public safety pension board (under Act 345). This would allow Council to levy additional mills with a sole purpose of funding public safety pensions.	\$2,948,685	Levy 3 mills - based on original discussions to use approximately \$3 million for pension legacy costs	This does not count against the Charter limit and Headlee rollbacks do not apply

Note: A Headlee Override involves asking voters to approve raising the millage rate to its original rate after it has been forced to be rolled back because of growth in property values.

Note from ELi: This handout at the "City of East Lansing Budget Priorities: Community Meetings" on January 10, 2018 was retyped in a larger font to make it more legible.