

Memorandum

To: Jack Redmon, Acting City Manager

From: Elaine Altman, Finance Director

Date: August 14, 2018

Subject: Resolution Announcing a Proposed Tax Rate of \$0.542160 per \$100 of Valuation and Voting to Place an Action Item to Adopt the Tax Rate on a Future Commission Agenda

When a proposed tax rate exceeds the rollback tax rate or the effective tax rate, the City Commission must take certain actions as required by the Texas Tax Code. The City's proposed tax rate for the 2018 Budget exceeds the effective tax rate, but is below the rollback tax rate.

The tax rates are as follows:

- Proposed 2018 Tax Rate for 2019 Budget: \$0.542160/\$100 Valuation
- Effective Tax Rate: \$0.531076
This is the total tax rate needed to raise the same amount of property tax revenue for the City of Marshall from the same properties in both the 2018 tax year and the 2019 tax year.
- Rollback Rate: \$0.582494
The rollback rate is the highest tax rate that the City of Marshall may adopt before voters are entitled to petition for an election to limit the rate that may be approved to the rollback rate.

If this Resolution passes, then the Commission must schedule two Public Hearings on the proposed tax rate. The Resolution following this agenda item will schedule the Public Hearings.

RESOLUTION NO. _____

A RESOLUTION OF THE COMMISSION OF THE CITY OF MARSHALL, TEXAS ANNOUNCING A PROPOSED TAX RATE OF \$0.542160 PER \$100 VALUATION AND VOTING TO PLACE AN ACTION ITEM TO ADOPT THE TAX RATE ON A FUTURE COMMISSION AGENDA

WHEREAS, the Tax Code of the State of Texas requires the governing body to announce a tax rate and schedule and announce the date and time to adopt a tax rate if the tax rate exceeds the effective tax rate or rollback rate, whichever is lower; and,

WHEREAS, the Commission of the City of Marshall proposes to adopt a tax rate of \$0.542160 per \$100 valuation for the City’s 2019 Budget which exceeds the effective tax rate; and,

WHEREAS, since the proposed tax rate will exceed the effective tax rate; now, therefore

BE IT RESOLVED BY THE COMMISSION OF THE CITY OF MARSHALL, TEXAS:

That the City Commission will on Thursday, September 13, 2018 at 6:00 p.m. and Friday, September 14, 2018 at 8:00 a.m. in the City Commission Chambers, Marshall City Hall, 401 South Alamo, adopt the proposed tax rate of \$0.542160 per \$100 of valuation for the City’s 2019 Budget for the fiscal period January 1, 2019 through December 31, 2019.

PASSED, APPROVED, AND ADOPTED this 23rd day of August, 2018.

YEA: _____

NAY: _____

ABSTAIN: _____

Chairman of the Commission
City of Marshall, Texas

ATTEST:

Elaine Altman, City Secretary