

MEMORANDUM

To: Marshall City Commission

From: Lisa Agnor, City Manager

Date: September 16, 2016

Subject: Ratification of the proposed 2016 property tax increase reflected in the 2017 Budget

Per Texas Local Government Code, when adoption of a budget will require raising more revenue from property taxes than in the previous year, a separate vote is required of the governing body, following adoption of the budget, to ratify the property tax increase reflected in the budget.

While the property tax rate remains the same, the property tax revenue available for maintenance and operations is higher than last year. This is due to an increase in appraised values and a decrease in required annual debt service payments as a result of refunding debt.