



City of Pflugerville

Legislation Text

File #: RES-0908, **Version:** 1

Discuss and consider action to approve a resolution specifying a proposed maximum FY22 property tax rate and scheduling the date for the public hearing.

Summary of Tax Rates:

No-New-Revenue Tax Rate: \$0.4504

Un-Adjusted Voter-Approval Tax Rate: \$0.4970

Unused Increment: \$0.0135

Voter-Approval Tax Rate: \$0.5105

When a municipality's proposed tax rate exceeds its calculated voter-approval rate (\$0.5105) or no-new-revenue rate (\$0.4504), whichever is lower, the taxing unit's governing body must specify a proposed rate, hold a public hearing, and place a proposal to adopt the rate on the agenda of a future meeting as an action item. This vote must be recorded and the proposal must specify the desired maximum rate. As a maximum rate, Council can choose to adopt a lower rate, but the adopted rate may not exceed this proposed and published rate.

The attached resolution includes a proposed tax rate of \$0.4970, which is lower than the calculated voter-approval rate of \$0.5105. Attached is a summary of the various FY22 rates (no-new-revenue, voter-approval, and proposed) compared to the FY21 adopted rate. For each calculated rate, the document summarizes: the net tax revenue, rate distribution (operating and debt), and funding distribution.

The rate specified tonight will be used in all notices required to be published on the tax rate. The next step in the property tax rate adoption process is to hold a public hearing, as required if the proposed rate exceeds the lower of the no-new-revenue or voter-approval rate. The hearing is currently scheduled for August 24, 2021 at 7:00 p.m. The final action, adoption of the tax rate, is scheduled for August 24, 2021.

Deadline for City Council Action

August 10, 2021. Action must occur at this meeting in order continue with the current tax adoption schedule.

Funding Expected: Revenue X Expenditure N/A

Budgeted Item: Yes No N/A X

Amount: N/A

1295 Form Required? Yes No X

Legal Review Required: N/A X Required Date Completed: 08/02/2021

Supporting documents attached:

Resolution

Proposed Tax Rate History

Recommended Action:

Approve the resolution specifying a proposed maximum property tax rate for FY22 of \$0.4970 and schedule the public hearing for Tuesday, August 24, 2021.