



CITY COUNCIL COMMUNICATION
September 8, 2015

SUBJECT: Ad Valorem Tax Rate 2015
SUBMITTED BY: Janina Jewell, Director of Finance
REFERENCE NO: Ordinance No. 2085

ACTION REQUESTED:

Consider First and Final Reading of Ordinance No. 2085 adopting a tax rate for the City of Euless for tax year 2015.

REQUIRED MOTION:

State law requires that a motion to adopt this tax rate state: I move that the property tax rate be increased by the adoption of a tax rate of \$0.4675, which is effectively a 1.87% increase in the tax rate, by adoption of Ordinance Number 2085.

ALTERNATIVES:

- Do not adopt rate but must adopt a rate by September 30, 2015 or by default the rate will revert to the effective tax rate or last year's rate, whichever is lower.
- Adopt a lesser rate and balance budget by reducing expenditures or identifying other revenue sources

SUMMARY OF SUBJECT:

This Ordinance sets the tax rate at \$0.4675 per \$100 valuation for Fiscal Year 2015-16 and conforms to the Property Tax Code. The increase of 1.87%, as required in the motion to adopt the tax rate, is the overall amount the property tax rate exceeds the effective rate. The Ordinance describes the two required components of the tax rate: Maintenance and Operations (M&O) and Interest and Sinking (I&S). The 3.55% described in the Ordinance is only the increase in the M&O portion of the tax rate compared to the effective M&O rate.

FINANCIAL CONSIDERATIONS:

Revenue Sources:

Expenditure Accounts:

Budgeted Fiscal Year(s): FY2015-2016

Budgeted Expenditure:

Estimated Expenditure:

Over/Under Projection By:

Other Comments:

SUPPORTING DOCUMENTS:

- Ordinance No. 2085

APPROVED BY:

_____ **LG** _____

City Manager's Office

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City Secretary's Office