



# CITY OF MCKINNEY, TEXAS

## Legislation Details (With Text)

|                     |  |                      |   |
|---------------------|--|----------------------|---|
| <b>File #:</b>      | 17-929   | <b>Name:</b>         | FY18 Ratify Property Tax Revenue Increase |
| <b>Type:</b>        | Ordinance  | <b>Status:</b>       | Approved                                  |
|                     |  | <b>In control:</b>   | City Council Regular Meeting              |
| <b>On agenda:</b>   | 9/19/2017  | <b>Final action:</b> | 9/19/2017                                 |
| <b>Title:</b>       | Consider/Discuss/Act on an Ordinance to Ratify the Property Tax Revenue Increase in the Fiscal Year 2017-18 Budget as a Result of the City Receiving More Revenues from Property Taxes than the Previous Fiscal Year |                      |   |
| <b>Indexes:</b>     |  |                      |   |
| <b>Attachments:</b> | 1. Motion, 2. Ordinance  |                      |   |

| Date      | Ver. | Action By                    | Action   | Result |
|-----------|------|------------------------------|----------|--------|
| 9/19/2017 | 1    | City Council Regular Meeting | Approved | Pass   |

Consider/Discuss/Act on an Ordinance to Ratify the Property Tax Revenue Increase in the Fiscal Year 2017-18 Budget as a Result of the City Receiving More Revenues from Property Taxes than the Previous Fiscal Year

**COUNCIL GOAL:** Financially Sound Government

**MEETING DATE:** September 19, 2017

**DEPARTMENT:** Financial Services

**CONTACT:** Mark Holloway, Chief Financial Officer

### RECOMMENDED CITY COUNCIL ACTION:

- Approve the ordinance
- Ratify the increased revenue from property taxes by declaring:

### Tax Rate of \$0.540199:

**“THIS BUDGET WILL RAISE MORE TOTAL PROPERTY TAXES THAN LAST YEAR'S BUDGET BY \$5,622,932 OR 5.66%, AND OF THAT AMOUNT, \$4,289,937 IS TAX REVENUE TO BE RAISED FROM NEW PROPERTY ADDED TO THE TAX ROLL THIS YEAR.”**

### ITEM SUMMARY:

- The City's Fiscal Year 2017-18 Budget has an increase in property tax revenues as compared to the previous year.
- As a result of the approval of the Fiscal Year 2017-18 Budget, the City Council must ratify the increased revenue from property taxes.

**BACKGROUND INFORMATION:**

- Local Government Code Section 102.007(c) requires that a governing body ratify the property tax increase in the budget if it adopts a budget that will require raising more revenue from property taxes than the previous year. The statute says that the vote under this subsection must be in addition and separate from the vote to adopt the budget or a vote to set the tax rate.

**FINANCIAL SUMMARY:**

- Estimated maintenance and operations tax revenues of \$72,467,604 (100% collection rate) for FY 2017-18 are based on this tax rate.