



# CITY OF MCKINNEY, TEXAS

## Legislation Text

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**File #:** 18-474, **Version:** 1

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Consider/Discuss Property Tax Options for Residents Over Age 65 and the Disabled

**COUNCIL GOAL:** Financially Sound Government

**MEETING DATE:** June 4, 2018

**DEPARTMENT:** Budget

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

**RECOMMENDED CITY COUNCIL ACTION:**

- Approve the ordinance.

**ITEM SUMMARY:**

- This agenda item discusses the impact of increasing the tax exemption for residents over age 65.
- For every \$5,000 increase in exemption, eligible homeowners will pay \$27 less in taxes at current tax rate.
- For every \$5,000 increase in exemption, non-eligible homeowners will pay \$3.46 more in taxes at current tax rate.

**BACKGROUND INFORMATION:**

- The county appraisal district must receive notice of adoption from the City before July 1 in order for the increase to be effective October 1 for 2018 taxes.

**FINANCIAL SUMMARY:**

- Based on the current tax rate and the current number of households claiming the over 65 exemption, the potential reduction in revenue for every \$5,000 increase in exemption is approximately \$213,000.