



AGENDA ITEM SUMMARY FORM

MEETING DATE: 06/28/2022

PREPARED BY: Tenecha Williams, Interim Finance Director

AGENDA CONTENT: Discussion and possible action on an Ordinance 20220628-XX Adopting a percentage for Homestead Exemption from AD Valorem Taxes and Other Necessary Amendments.

AGENDA ITEM SECTION: Regular Agenda

BUDGETED AMOUNT: N/A

FUNDS REQUESTED: N/A

FUND: N/A

EXECUTIVE SUMMARY:

Discussion on the local option exemption which has a deadline of July 1.

Section 11.13 (n) In addition to any other exemptions provided by this section, an individual is entitled to an exemption from taxation by a taxing unit of a percentage of the appraised value of his residence homestead if the exemption is adopted by the governing body of the taxing unit before July 1 in the manner provided by law for official action by the body. If the percentage set by the taxing unit produces an exemption in a tax year of less than \$5,000 when applied to a particular residence homestead, the individual is entitled to an exemption of \$5,000 of the appraised value. The percentage adopted by the taxing unit may not exceed 20 percent.

I have attached the requested analysis of a 2%, 3%, and 4% local general homestead option using 2022 preliminary values and the adopted tax rate from 2021. Angleton currently has a 2% local general homestead option. The difference between 2% and 4% exemption is \$69,122.97.

RECOMMENDATION:

Staff recommends council approve Ordinance adopting % for the local general homestead option for current tax year.