



CITY COUNCIL CONSIDERATION ITEM CITY OF FAIR OAKS RANCH, TEXAS

AGENDA TOPIC: Consideration and possible action approving the second reading of an ordinance levying a property tax rate of 28.53 cents per \$100 taxable valuation on property in the City of Fair Oaks Ranch for tax year 2024; determining due and delinquent dates; and providing an effective date.

DATE: September 19, 2024

DEPARTMENT: Finance

PRESENTED BY: Summer Fleming, CGFO, Director of Finance

INTRODUCTION/BACKGROUND:

State law requires the City Council to adopt a tax rate to fund the adopted General Fund and Debt Service Fund budgets. At the August 15th City Council meeting, the Council authorized using 25.12 cents as the proposed 2024 M&O tax rate and 3.41 cents as the proposed 2024 I&S tax rate for a combined property tax rate of 28.53 cents per \$100 taxable valuation.

All required notices were published in the newspaper and on the City's website.

The first reading of this ordinance will be considered at the September 16, 2024, Special City Council meeting.

POLICY ANALYSIS/BENEFIT(S) TO CITIZENS:

1. Complies with state laws in setting the 2024 property tax rate.
2. Establishes the level of taxation necessary to finance City programs and pay for City debt obligations approved in the fiscal year 2024-25 budget.

LONGTERM FINANCIAL & BUDGETARY IMPACT:

The total tax rate of 28.53 cents per \$100 taxable valuation has decreased from the prior year tax rate. Budgetary implications in terms of dollars are outlined in the budget document.

LEGAL ANALYSIS:

Approved as to form.

RECOMMENDATION/PROPOSED MOTION:

I move to approve an ordinance levying an ad valorem tax rate of 28.53 cents per \$100 taxable valuation for tax year 2024; providing when taxes shall become due and delinquent; and providing an effective date.