



CITY COUNCIL COMMUNICATION

DATE: August 21, 2023

FROM: Clayton Gray, Finance Director

AGENDA ITEM: Consideration and possible action on Ordinance 08-20-23, setting the City's Ad Valorem tax rate at \$0.689747/\$100 of taxable assessed valuation for the Fiscal Year beginning October 1, 2023, and ending September 30, 2024.

SUMMARY:

- This Ordinance sets the tax rate for the 2023-2024 fiscal year at \$0.689747/\$100 valuation, which is an increase from the current rate of \$0.589497/\$100.

Rate	2022-2023	2023-2024	Change
M&O Rate	\$0.575208	\$0.560957	(\$0.014251)
Debt Rate	\$0.014289	\$0.128790	\$0.114501
Total Rate	\$0.589497	\$0.689747	\$0.100250

- The tax rate is as follows: \$0.560957 for maintenance and operations and \$0.128790 for general obligation debt.
- In compliance with the Texas Property Tax Code, the City published required notices regarding the proposed tax rate in The Denton Record-Chronicle.
- Notice of the proposed tax rate has been available to the public on the City's website.
- A public hearing regarding the proposed tax rate was held on August 14, 2023.

FISCAL INFORMATION:

N/A

RECOMMENDED MOTION OR ACTION:

- Staff recommends approval of Ordinance 08-20-23.
- Under Section 26.05(b) of the Texas Property Tax Code, the motion to adopt this ordinance must be made in the following form: ***"I move that the property tax rate be increased by the adoption of a tax rate of \$0.689747 per \$100, which is effectively a 28.82% percent increase in the tax rate."***
- The vote on the ordinance must be a record vote of the City Council.

ATTACHMENTS:

- Ordinance 08-20-23 Levying a Property Tax Rate