

# STAFF REPORT



**SUBJECT:** Set the Maximum Proposed Tax Rate for 2023

**DEPARTMENT:** Finance

**STAFF CONTACT:** Monica Harris

## RECOMMENDATION:

Staff recommends setting the Maximum Proposed Tax Rate for 2023 at the Voter-Approval tax rate of \$0.3872/\$100 in order to discuss all options available in the upcoming budget work sessions.

## BACKGROUND:

Jennifer Carey, Erath County Tax Assessor, provided the 2023 Tax Rate Calculation Worksheet, which calculates the tax rates as follows:

No-New-Revenue tax rate	\$0.3729/\$100
Voter-Approval tax rate without unused increment	\$0.3872/\$100
Voter-Approval tax rate with unused increment	\$0.3872/\$100
De minimis rate (must have filed budget by 7/16)	\$0.4048/\$100

## FISCAL IMPACT SUMMARY:

Below are the additional tax levies over tax year 2022 for each rate:

No-New-Revenue tax rate	\$0
Voter-Approval tax rate without unused increment	\$245,927
Voter-Approval tax rate with unused increment	\$245,927
De minimis rate	\$548,607

## ALTERNATIVES

Choose any rate above, except the De minimis rate, or less. However, the tax rate adopted in September cannot exceed the maximum proposed tax rate passed at this meeting.