

**CITY OF EL PASO, TEXAS
AGENDA ITEM
DEPARTMENT HEAD'S SUMMARY FORM**

DEPARTMENT: City Manager - Office of Management & Budget

AGENDA DATE: August 4, 2015
August 11, 2015

CONTACT PERSON/PHONE: Robert Cortinas, Director of OMB, (915) 212-1092

DISTRICT(S) AFFECTED: All

SUBJECT:

1st Public Hearing on the Proposed FY2016 Property Tax Rate of \$0.729725.

BACKGROUND / DISCUSSION:

The City of El Paso is holding two public hearings to discuss the property tax rate introduced on July 27, 2015. The Texas Property Tax Code 26.05(d) requires at least two public hearings before the adoption of an ordinance levying taxes, if the proposed tax rate exceeds the effective tax rate.

PRIOR COUNCIL ACTION:

Yes, the Ordinance levying 2015 taxes was introduced on July 27, 2015.

AMOUNT AND SOURCE OF FUNDING:

N/A

BOARD / COMMISSION ACTION:

N/A

*****REQUIRED AUTHORIZATION*****

DEPARTMENT HEAD: _____ **DATE:** _____

ORDINANCE NO. _____

CITY CLERK DEPT.

AN ORDINANCE LEVYING 2016 TAXES

2015 JUL 27 PM 2:43

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF EL PASO:

SECTION 1: That ad valorem taxes for the tax year ending December 31, 2015 to fund the City's budgetary requirements for the fiscal year ending August 31, 2016, be and are hereby levied on all property, real personal, and mixed, subject to taxation by the City, at the rate of 0.729725 of one percent of the assessed value of said property as hereinafter set forth:

A. For General Purposes:

For the General Fund and for the purpose of defraying current municipal expenses of the City of El Paso not otherwise provided for, 0.478130 of one percent.

B. For Special Purposes:

To pay the interest on and provide a Sinking Fund to redeem bonds a total Levy for Special Purposes 0.251595 of one percent.

THIS TAX RATE WILL RAISE MORE TAXES FOR MAINTENANCE AND OPERATIONS THAN LAST YEAR'S TAX RATE.

THE TAX RATE WILL EFFECTIVELY BE RAISED BY 3.06 PERCENT AND WILL RAISE TAXES FOR MAINTENANCE AND OPERATIONS ON A \$100,000 HOME BY APPROXIMATELY \$14.19.

SECTION 2: Occupational Tax:

There is hereby levied on every person, firm, association or corporation pursuing within the limits of the City of El Paso any occupation taxes by the State of Texas as authorized by City Council an annual tax equal to one-half of the occupation tax levied by the State of Texas thereon.

PASSED AND APPROVED this _____ day of August, 2015.

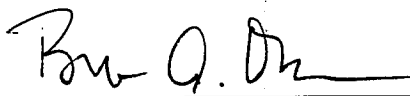
CITY OF EL PASO

Oscar Leaser
Mayor

ATTEST:

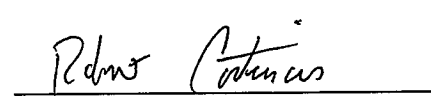
Richarda Duffy Momsen
City Clerk

APPROVED AS TO FORM:



Bertha A. Ontiveros
Senior Assistant City Attorney

APPROVED AS TO CONTENT:



Robert Cortinas, Director
Office of Management and Budget

ORDINANCE NO. _____
15-1056-069/#432476/FY2016 TAX LEVY ORDINANCE/BAO



City of El Paso

1st Public Hearing
FY 2016 Proposed Tax Rate
August 4, 2015



FY 2016 Certified Values

FY 2015 Certified Values received (7/24/14)	\$32,342,016,088
FY 2016 Preliminary Adjusted Certified Values (4/25/15)	\$34,016,876,194
FY 2016 Certified Values (7/23/15)	\$32,798,025,471
Percentage Increase from FY 2015	1.41%
Percentage Change from Preliminary*	-3.58%

*FY 2016 Proposed Budget discount factor was -5.00%



Tax Rates

Proposed Rate	\$0.729725/\$100	} \$0.025398
Effective Rate	\$0.704327/\$100	
Rollback Rate	\$0.752649 /\$100	



Tax Rate Comparisons

	Valuation*	Tax Rate	Property Tax Levy	Variance
FY 2015 Adopted	\$100,000	0.699784	\$699.78	
FY 2016 Proposed	\$100,000	0.729725	\$729.73	\$29.94
FY 2016 Effective	\$100,000	0.704327	\$704.33	\$4.54

*After \$5,000 homestead exemption



Tax Rate Comparisons Over 65/Disability Exemption

	Valuation*	Taxable Value	Tax Rate	Property Tax Levy	Variance
FY 2015 Adopted	\$100,000	\$70,000	0.699784	\$489.85	
FY 2016 Proposed	\$100,000	\$60,000	0.729725	\$437.84	(\$52.01)
FY 2016 Effective	\$100,000	\$60,000	0.704327	\$422.60	(\$67.25)

*After \$5,000 homestead exemption



Where does my tax dollar go?



Local School Districts*
47%

CITY
25%

COUNTY
16%

UMC
8%

EPCC
4%

(For display purposes only)

Percentages based on 2014 taxing entities and rates.



2014 Tax Entities & Rates

Jurisdiction	Maintenance & Operations Rate (\$)/\$100)	Interest & Sinking Rate (\$)/\$100)	Total (\$)/\$100)
City of El Paso	0.460937	0.238847	0.699784
El Paso I.S.D.	1.040000	0.195000	1.235000
Ysleta I.S.D.	1.170000	0.190000	1.360000
County of El Paso	0.397928	0.054766	0.452694
El Paso Community College	0.128122	0.000000	0.128122
University Medical Center	0.176190	0.044492	0.220682
Socorro I.S.D	0.976140	0.298654	1.274794
Canutillo I.S.D.	1.170000	0.360000	1.530000