

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

**DEPARTMENT:** City Manager - Office of Management & Budget  
**AGENDA DATE:** August 8, 2017  
**CONTACT PERSON/PHONE:** Robert Cortinas, Director of OMB, (915) 212-1092  
**DISTRICT(S) AFFECTED:** All  
**SUBJECT:**

1<sup>st</sup> Public Hearing on the Proposed FY 2017 - 2018 Property Tax Rate of \$0.812949

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**BACKGROUND / DISCUSSION:**

The City of El Paso is holding the first of two public hearings to discuss the property tax rate introduced on July 31, 2017. Texas 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 lower of the rollback rate or the effective tax rate. Texas Tax Code § 26.06 provides that the first hearing may not be held before the seventh day after the date the notice of the public hearing is given. Notice of the public hearings was given on Tuesday, August 1, 2017, a date more than seven days before August 8, 2017.

**PRIOR COUNCIL ACTION:**

Yes, the Ordinance levying 2018 taxes was introduced on July 31, 2017.

**AMOUNT AND SOURCE OF FUNDING:**

N/A

**BOARD / COMMISSION ACTION:**

N/A

\*\*\*\*\*REQUIRED AUTHORIZATION\*\*\*\*\*

**DEPARTMENT HEAD:**



**DATE:**



## **NOTICE OF INTRODUCTION AND PUBLIC HEARINGS**

Pursuant to Section 3.9A of the El Paso City Charter, the following Ordinances were properly introduced at a Special Council Meeting on **JULY 31, 2017**:

1. An Ordinance Levying 2018 Taxes

**PUBLIC HEARINGS WILL BE HELD ON AUGUST 8, 2017 AND AUGUST 15, 2017 FOR ITEM 1.**

Laura D. Prine, Interim City Clerk

**AN ORDINANCE LEVYING 2018 TAXES**

**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, 2017 to fund the City's budgetary requirements for the fiscal year ending August 31, 2018, be and are hereby levied on all property, real personal, and mixed, subject to taxation by the City, at the rate of **.812949** 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, **.532498** 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 **.280451** 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 9.6 PERCENT AND WILL RAISE TAXES FOR MAINTENANCE AND OPERATIONS ON A \$100,000 HOME BY APPROXIMATELY \$46.86.**

**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

(Signatures on the Following Page)

ORDINANCE NO. \_\_\_\_\_

2017 JUL 31 AM 11:02

PASSED AND APPROVED this \_\_\_\_ day of August, 2017.

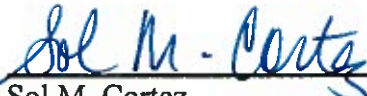
CITY OF EL PASO

\_\_\_\_\_  
Dee Margo  
Mayor

ATTEST:

\_\_\_\_\_  
Laura Prine  
Interim City Clerk

APPROVED AS TO FORM:

  
\_\_\_\_\_  
Sol M. Cortez  
Assistant City Attorney

APPROVED AS TO CONTENT:

  
\_\_\_\_\_  
Robert Cortinas, Director  
Office of Management and Budget

ORDINANCE NO. \_\_\_\_\_

17-1056-074/PL#700197



# City of El Paso

1<sup>st</sup> Public Hearing  
Proposed Tax Rate  
August 8, 2017

*"Delivering Outstanding Services"*



# FY 2018 Certified Values

FY 2016 - 2017 Certified Values	\$33,416,781,763
FY 2017 - 2018 Certified Values	<u>\$33,880,070,714</u>
\$ Change	\$463,288,951
% Change	1.39%



# Tax Rates

	<b>FY 2017 Adopted</b>	<b>FY 2018 Proposed</b>	<b>FY 2018 Introduced</b>	<b>Variance Revised/ Adopted</b>
M & O Rate	0.485641	0.519941	0.532498	0.0469
Debt Service	0.274015	0.279058	0.280451	0.0064
<b>Total Rate</b>	<b>0.759656</b>	<b>0.798999</b>	<b>0.812949</b>	<b>0.0533</b>



# Tax Rates

Introduced Rate	\$0.812949/\$100	} \$0.041823
Effective Rate	\$0.771126/\$100	
Rollback Rate	\$0.812949 /\$100	



# Maintenance & Operations Tax Rates

Introduced M & O Rate	\$0.532498/\$100	} \$0.039444
Effective M & O Rate	\$0.493054/\$100	
Rollback M & O Rate	\$0.532498/\$100	



# Tax Increase Impact

	Valuation	Tax Rate	Property Tax Levy	Variance
FY 2017 Adopted	\$100,000	0.759656	\$759.66	
FY 2018 Proposed	\$100,000	0.798999	\$799.00	\$39.34/yr.
FY 2018 Introduced	\$100,000	0.812949	\$812.95	\$53.29/yr.

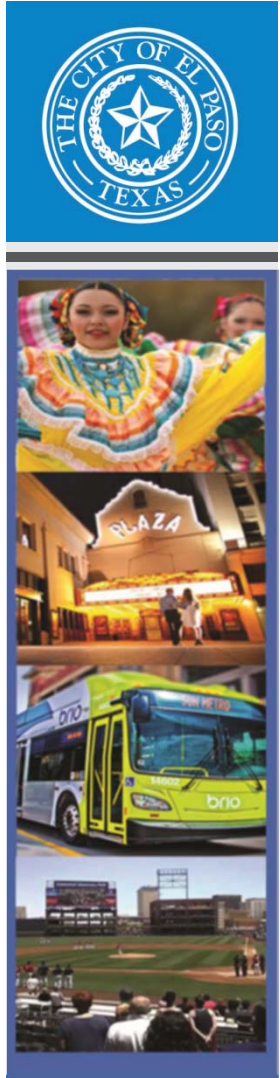


# Senior/Disabled Homesteads

	FY 2015	FY 2016	FY 2017	FY 2018 Proposed	FY 2018 Introduced
Property Value	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000
(Less) Homestead Exemption	\$5,000	\$5,000	\$5,000	\$5,000	\$5,000
(Less) Sr./Disabled Exemption	\$30,000	\$40,000	\$40,000	\$40,000	\$40,000
<b>Taxable Value</b>	<b>\$65,000</b>	<b>\$55,000</b>	<b>\$55,000</b>	<b>\$55,000</b>	<b>\$55,000</b>

Property Tax Rate	0.699784	0.729725	0.759656	0.798999	0.812949
<b>Property Tax Amount (City)</b>	<b>\$454.86</b>	<b>\$401.35</b>	<b>\$417.81</b>	<b>\$439.45</b>	<b>\$447.12</b>

*"Delivering Outstanding Services"*



# Questions

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