

MEMORANDUM

TO: Mayor and Council

FROM: Claire Powell, City Manager

DATE: September 9, 2024

SUBJECT: **Approval of a Resolution Ratifying the Property Tax Increase Reflected in the FY 2024-25 Operating Budget.**

BACKGROUND

Section 102.007 of the Texas Local Government Code requires a separate vote of the governing body to ratify the property tax increase reflected in the FY 2024-25 budget if the budget will require raising more revenue from property taxes than in the previous year.

ANALYSIS

A vote under Section 102.007(c) of the Texas Local Government Code is in addition to and separate from the vote to adopt the budget or a vote to set the tax rate. The vote to adopt the budget is also scheduled on tonight's City Council agenda and the vote to set the tax rate is scheduled for September 16, 2024. This budget will raise more total property taxes than last year's budget by \$6,152,985 (7.02%), and of that amount \$3,296,488 is tax revenue to be raised from new property added to the tax roll this year.

CITY STAFF'S RECOMMENDATION

That City Council approve the resolution as set forth in the caption above.