



CITY OF PLANO COUNCIL AGENDA ITEM

CITY SECRETARY'S USE ONLY					
<input type="checkbox"/> Consent <input type="checkbox"/> Regular <input type="checkbox"/> Statutory					
Council Meeting Date:		8/10/15			
Department:		Budget & Research			
Department Head		Karen Rhodes-Whitley			
Agenda Coordinator (include phone #): Anita Bell, 7194					
CAPTION					
A vote on a proposal to consider an increase in the total tax revenue.					
FINANCIAL SUMMARY					
<input type="checkbox"/> NOT APPLICABLE <input type="checkbox"/> OPERATING EXPENSE <input checked="" type="checkbox"/> REVENUE <input type="checkbox"/> CIP					
FISCAL YEAR:	2015-16	Prior Year (CIP Only)	Current Year	Future Years	TOTALS
Budget		0	0	0	0
Encumbered/Expended Amount		0	0	0	0
This Item		0	0	152,834,133	152,834,133
BALANCE		0	0	152,834,133	152,834,133
FUND(S): GENERAL FUND, GENERAL OBLIGATION DEBT FUND & TIF					
<p>COMMENTS: The 2015-16 Certified Appraisal Roll will generate revenues of approximately \$152,834,133, at the proposed rate of 48.86 cents per \$100 of assessed property value. This amount has been included in the 2015-16 Recommended Budget.</p> <p>STRATEGIC PLAN GOAL: Approving the increase in tax revenues relates to the City's goal of Financially Strong City with Service Excellence.</p>					
SUMMARY OF ITEM					
If the Council intends to propose a tax rate that will increase tax revenue over the effective tax rate, then it must take a vote for the record regarding each council member's position on the proposal.					
List of Supporting Documents: Truth in Taxation Presentation			Other Departments, Boards, Commissions or Agencies		
Ag 213 Vote on Total Tax Revenue					

Property Tax Rate Overview

Monday, August 10, 2015
7:00 p.m.



TRUTH-IN-TAXATION LAW

- If a proposed tax rate exceeds the rollback or the effective tax rate, whichever is lower, the taxing unit's governing body must vote to place a proposal on the agenda of a future meeting as an action item.
- The vote must be recorded.
- Proposal must specify a tax rate – Adopted tax rate cannot go above the rate voted on by Council. **Vote scheduled for this evening-Monday, August 10, 2015.**
- Debt rate is set at 13.10 cents and cannot be changed.
- Proposed Tax Rate is 48.86 cents.



TAX RATE CALCULATIONS

Effective Tax Rate
Rollback Tax Rate



The Effective Tax Rate is basically the tax rate you would pass to collect the same tax revenue as last year (FY 2014-15) using this year's (FY 2015-16) appraised values.

- The City's 2015-16 Effective Tax Rate is 45.53 cents or 3.33 cents under the proposed 48.86 cent tax rate.***
- This amount equals \$10,416,243 in additional tax revenue is projected to be collected over last year.***



The **Rollback Rate** allows a taxing unit to raise the same amount for operations as in the prior year plus provides for an additional 8% cushion.

- The City's 2015-16 Rollback Rate is 47.59 cents or 1.27 cents under the proposed tax rate of 48.86 cents.***
- This amount equals \$3,972,561 or \$29.64 for the average homeowner a year.***



Rollback O&M History

- Since 1996 the City of Plano has been:
 - Even with the rollback rate twice in 1996 & 1997
 - Over the rollback rate six times
 - 1998 by .0072 cents
 - 2000 by .0077 cents
 - 2002 by .0050 cents
 - 2003 by .0036 cents
 - 2007 by .0055 cents
 - 2015 by .0027 cents
 - 2016 by .0127 cents - proposed
- If a taxing unit adopts a tax rate over the rollback rate, 7% of the registered voters shown on the most recent official list must sign the petition for an election to occur.
- If the rollback election passes, taxing unit must reduce its tax rate for the current year to the rollback rate.



Vote On Tax Rate

- Notice of Public Hearing on Tax Increase
 - Will be published in newspapers, on web site and PTV starting Thursday, August 13th
 - Language of notice is confusing
- Notice announces two public hearings on the tax rate (August 24 & Sept. 2)
- How the members of governing body voted are listed within the notice
 - For, Against, Absent, Present and not voting
- Proposed tax rate for the FY 2015-16 Budget must be voted on.
 - Can go down from the tax rate voted on at tonight's meeting but not up



QUESTIONS??

