



**SPECIAL CALLED**

**MEETING OF THE**

**TEMPLE CITY COUNCIL**

**MUNICIPAL BUILDING**

**2 NORTH MAIN STREET  
CITY COUNCIL CHAMBERS – 2<sup>ND</sup> FLOOR  
TEMPLE, TX**

**FRIDAY, AUGUST 11, 2017**

**8:30 A.M.**

**AGENDA**

**I. CALL TO ORDER**

1. Invocation
2. Pledge of Allegiance

**II. BUDGET ITEMS**

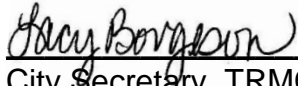
3. **PUBLIC HEARING** – Conduct the first of two public hearings to receive comments on the proposed tax rate of 67.72 cents per \$100 valuation for fiscal year 2018 (2017 tax year), and announce meeting to adopt the proposed tax rate on August 25, 2017.
4. **2017-4858: FIRST READING - PUBLIC HEARING** – Consider adopting an ordinance approving the tax roll and authorizing calculation of the amount of tax that can be determined for all real and personal property in the City for the tax year 2017 (fiscal year 2018).
5. **2017-4859: FIRST READING - PUBLIC HEARING** - Consider adopting an ordinance levying taxes and setting a tax rate for the City for the tax year 2017 (fiscal year 2018), making the appropriation for the regular operation of the City.

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***The City Council reserves the right to discuss any items in executive (closed) session whenever permitted by the Texas Open Meetings Act.***

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I hereby certify that a true and correct copy of this Notice of Meeting was posted in a public place at 11:30 am, on Friday, August 4, 2017.



\_\_\_\_\_  
City Secretary, TRMC

***SPECIAL ACCOMMODATIONS:*** *Persons with disabilities who have special communication or accommodation needs and desire to attend this meeting should notify the City Secretary's Office by mail or telephone 48 hours prior to the meeting date.*



## COUNCIL AGENDA ITEM MEMORANDUM

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08/11/17  
Item #3  
Special Agenda  
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**DEPT./DIVISION SUBMISSION & REVIEW:**

Brynn Myers, Interim City Manager  
Traci L. Barnard, Director of Finance

**ITEM DESCRIPTION:** PUBLIC HEARING – Conduct the first of two public hearings to receive comments on the proposed tax rate of 67.72 cents per \$100 valuation for fiscal year 2018 (2017 tax year), and announce meeting to adopt the proposed tax rate on August 25, 2017.

**STAFF RECOMMENDATION:** Conduct a public hearing but no action is required.

**BACKGROUND:** At the August 3, 2017 regular meeting, Council discussed the proposed tax rate of 67.72 cents per \$100 valuation and adopted a resolution scheduling the adoption of the proposed tax rate for August 25, 2017, and setting public hearings for August 11, 2017 and August 17, 2017 on the proposed tax rate for FY 2017-2018.

The proposed meeting dates and publication schedules comply with the Truth-In-Taxation requirements set forth by State Law and the City Charter.

The FY 2017-2018 budget was prepared with a preliminary total tax rate of 67.72 cents per \$100 valuation and a preliminary tax base of \$4,189,452,803 (an estimated 5.52% increase from prior year).

On July 17, 2017, the Chief Appraiser certified the tax roll of \$4,148,669,011 (a 4.49% increase from prior year). On July 17, 2017, the Chief Appraiser calculated the effective tax rate of 64.68 cents. Changes in the tax rate components as compared to the preliminary budget filed June 23, 2017 are as follows:

Comparing proposed tax rate of 67.72 cents to the *preliminary* rate of 67.72 cents as proposed in the budget filed on June 23, 2017:

	PRELIMINARY FY 2018	PROPOSED FY 2018	Increase (Decrease)
<b>Proposed Tax Rate</b>			
M&O (Maintenance & Operation)	\$ 0.3142	\$ 0.3142	\$ -
I&S (Interest & Sinking - Debt)	0.3630	0.3630	-
	<u><b>\$ 0.6772</b></u>	<u><b>\$ 0.6772</b></u>	<u><b>\$ -</b></u>

An adjustment of the certified taxable value (\$4,148,669,011) from the preliminary taxable value (\$4,189,452,803); and a decrease in the frozen tax levy to \$2,382,511 from a preliminary levy of 2,390,280 will result in a net decrease to the M&O revenue by \$129,197 as compared to the preliminary budget filed on June 23, 2017. The decrease in the certified taxable value as compared to the preliminary taxable value will result in a net decrease in the I&S debt revenue by \$141,795.

Comparing the proposed tax rate of 67.72 cents to the *current FY 2017 adopted* tax rate of 65.72 cents:

	FY 2017	PROPOSED FY 2018	Increase (Decrease)
<b>Proposed Tax Rate</b>			
M&O (Maintenance & Operation)	\$ 0.3142	\$ 0.3142	\$ -
I&S (Interest & Sinking - Debt)	0.3430	0.3630	0.0200
	<u><b>\$ 0.6572</b></u>	<u><b>\$ 0.6772</b></u>	<u><b>\$ 0.0200</b></u>

The I&S component of the tax rate includes the estimated additional tax rate adjustment to support the enhanced transportation capital improvement program.

**Example 1 – Annual Property Tax - \$100,000 Taxable Value:**

With the proposed tax rate of 67.72 cents per \$100 valuation, the cost to a homeowner with a taxable value of \$100,000 would increase by \$20.00 per year (\$1.67 per month) if there was no change in taxable value from the prior year.

**Example 2 – Annual Property Tax - Average Taxable Value for City of Temple:**

The preceding tax year’s average taxable value of a residence homestead in Temple was \$106,267. In the current tax year, the average taxable value a residence homestead in Temple is \$112,302. With the proposed tax rate of 67.72 cents per \$100 valuation, there would be an annual increase of \$62.12 in taxes (\$5.18 per month).

**FISCAL IMPACT:**

Changes from the preliminary tax rate and base used to calculate the filed budget on June 23, 2017 to the proposed rate with the certified tax roll as presented August 11, 2017 are as follows:

	<b>Filed Budget 06/23/17</b>	<b>Proposed Budget 08/11/17</b>	<b>Increase/ (Decrease)</b>
<b><i>Tax Base*</i></b>	\$4,189,452,803	\$4,148,669,011	(\$40,783,792)
<b><i>Tax Rate:</i></b>			
(General) M&O	31.42¢	31.42¢	0.00¢
(Debt) I&S	36.30¢	36.30¢	0.00¢
<b>Total Tax Rate</b>	67.72¢	67.72¢	0.00¢
<b><i>Tax Levy:</i></b>			
(General) M&O	\$11,709,140	\$11,586,407	(\$122,733)
Frozen Taxes	2,390,280	2,382,511	(7,769)
(Debt) I&S	13,527,746	13,385,951	(141,795)
<b>Total Tax Levy*</b>	\$27,627,166	\$27,354,869	(\$272,297)
<b><i>Budget:</i></b>			
Projected Revenues	\$70,519,883	\$70,460,686	(\$59,197)
Proposed Expenditures	73,330,973	73,262,639	\$68,334

\*Excludes Reinvestment Zone No. 1

**FY 2018  
GENERAL FUND PROPOSED BUDGET  
SCHEDULE OF ADJUSTMENTS AFTER FILING PROPOSED BUDGET**

	Proposed Budget		Increase (Decrease)
	Filed Copy as of 06-23-17	Current as of 08-11-17	
<b>Projected Revenues</b>	\$ 70,519,883	\$ 70,460,686	\$ (59,197) <sup>A</sup>
<b>Proposed Budget Expenditures</b>	71,823,048	71,754,714	(68,334) <sup>B</sup>
<b>Excess Revenues Over (Under) Expenditures</b>	<b>(1,303,165)</b>	<b>(1,294,028)</b>	<b>9,137</b>
<b>Transfers In (Out):</b>			
Less: Transfer Out To Debt Service Fund -			
LTN 2013 - Sanitation Vehicles, CNG Facility and Recycling Containers	(981,800)	(981,800)	-
CO 2017 - Sanitation Vehicles	(273,575)	(273,575)	-
CO 2017 - PS P25 Radios	(252,550)	(252,550)	-
<b>Total Transfer In (Out)</b>	<b>(1,507,925)</b>	<b>(1,507,925)</b>	<b>-</b>
<b>Excess Revenues Over (Under) Expenditures for FY 2018</b>	<b>\$ (2,811,090)</b>	<b>\$ (2,801,953)</b>	<b>\$ 9,137</b>
Recommended Use of Undesignated Fund Balance:			
- TEDC Matrix Funding	\$ 230,283	\$ 221,146	\$ (9,137)
- Strategic Investment Zone Funding	150,000	162,000	12,000
- Capital Funded with Fund Balance	1,541,182	1,529,182	(12,000)
- Capital Replacement - Sanitation Vehicles	273,575	273,575	-
- Capital Replacement - PS P25 Radios	252,550	252,550	-
	<b>\$ 2,447,590</b>	<b>\$ 2,438,453</b>	<b>\$ (9,137)</b>
Recommended Use of Designated Fund Balance:			
- FY 2017 General Government Compensation Plan	\$ 363,500	\$ 363,500	\$ -
	<b>\$ 363,500</b>	<b>\$ 363,500</b>	<b>\$ -</b>
<b><i>Explanation of Changes from Filed Budget to Proposed Budget @ 08/03/2017:</i></b>			
<b><sup>A</sup> Revenue Changes:</b>			
Required adjustment from preliminary to certified tax roll		\$ (129,197)	
Adjusted revenue estimates		70,000	
<b>Total Revenue Changes</b>		<b>\$ (59,197)</b>	
<b><sup>B</sup> Expenditure Changes:</b>			
Adjusted contingency for Public Safety		\$ (37,945)	
Adjusted fuel estimates		(19,647)	
Adjusted TEDC - O&M Component		(11,605)	
Adjusted Community Enhancement Grants		10,000	
<b>Total Expenditures Changes</b>		<b>\$ (59,197)</b>	
<b>Net Revenue Over (Under) Expenditures</b>		<b>\$ -</b>	

**FY 2018  
DEBT SERVICE FUND PROPOSED BUDGET  
SCHEDULE OF ADJUSTMENTS AFTER FILING PROPOSED BUDGET**

	Proposed Budget		Increase (Decrease)
	Filed Copy as of 06-23-17	Current as of 08-11-17	
Projected Revenues	\$ 14,955,882	\$ 14,814,088	\$ (141,794) <sup>A</sup>
Proposed Budget Expenditures	16,740,207	16,740,207	- <sup>B</sup>
<b>Excess Revenues Over (Under) Expenditures</b>	<b>\$ (1,784,325)</b>	<b>\$ (1,926,119)</b>	<b>(141,794)</b>
<b>Transfers In (Out):</b>			
Plus: Transfer In From General Fund -			
LTN 2013 - Sanitation Vehicles, CNG Facility and Recycling Containers	981,800	981,800	-
CO 2017 - Sanitation Vehicles	273,575	273,575	-
CO 2017 - PS P25 Radios	252,550	252,550	-
Plus: Transfer In From Drainage Fund -			
CO 2017 - Drainage CIP	276,400	276,400	-
<b>Total Transfer In (Out)</b>	<b>1,784,325</b>	<b>1,784,325</b>	<b>-</b>
<b>Excess Revenues Over (Under) Expenditures for FY 2018</b>	<b>\$ -</b>	<b>\$ (141,794)</b>	<b>\$ (141,794)</b>
Recommended Use of Undesignated Fund Balance	-	141,794	141,794 <sup>A</sup>
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**Explanation of Changes from Filed Budget to Proposed Budget @ 08/03/2017:**

<sup>A</sup> **Revenue Changes:**

Required adjustment from preliminary to certified tax roll	\$ (141,794)
Increase recommended use of Undesignated Fund Balance	141,794
<b>Total Revenue Changes</b>	<b>\$ -</b>

<sup>B</sup> **Expenditure Changes:**

None	\$ -
<b>Total Expenditures Changes</b>	<b>\$ -</b>
<b>Net Revenue Over (Under) Expenditures</b>	<b>\$ -</b>

**ATTACHMENTS:**

None



## COUNCIL AGENDA ITEM MEMORANDUM

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08/11/17  
Item #4  
Special Agenda  
Page 1 of 2

### DEPT./DIVISION SUBMISSION & REVIEW:

Traci L. Barnard, Director of Finance

**ITEM DESCRIPTION:** FIRST READING – Consider adopting an ordinance approving the tax roll and authorizing calculation of the amount of tax that can be determined for all real and personal property in the City for the tax year 2017 (fiscal year 2018).

**STAFF RECOMMENDATION:** Adopt ordinance as presented in item description, on first reading and schedule second reading, public hearing, and final adoption for August 25, 2017.

**BACKGROUND:** The proposed ordinance will adopt the ad valorem property tax roll certified by the Tax Appraisal District of Bell County, in the amount of \$4,574,738,305. The total 2017 taxable value is as follows:

Taxable Value –

	Certified <u>Taxable Value</u>	% of +/- <u>from Prior Year</u>
City of Temple	\$3,687,589,859	4.04%
Freeze Taxable*	<u>461,079,152</u>	<u>8.26%</u>
Total Adjusted Value	\$4,148,669,011	4.49%
Tax Increment District (Reinvestment Zone No. 1)	<u>426,069,294</u>	<u>-2.34%</u>
Total Taxable Value	<u>\$4,574,738,305</u>	<u>3.82%</u>



**FISCAL IMPACT:** The tax levy at the proposed tax rate of \$0.6772 in the 2017-2018 fiscal year is:

<b>TAX RATE</b>			<b>TAX LEVY</b>		
	<b>FY 2018</b>	<b>FY 2017</b>		<b>FY 2018</b>	<b>FY 2017</b>
Maintenance & Operations	\$ 0.3142	\$ 0.3142	Maintenance & Operations	\$ 11,586,407	\$ 11,136,655
Debt Service	0.3630	0.3430	Debt Service	13,385,951	12,157,456
	--	--	Frozen Taxes*	2,382,511	2,229,427
<b>Total Tax Rate</b>	<b>\$ 0.6772</b>	<b>\$ 0.6572</b>	<b>Total Tax Levy</b>	<b>\$ 27,354,869</b>	<b>\$ 25,523,538</b>
			Budget w/M&O at 99% Collection and I&S at 100% Collection	<b>\$ 27,215,180</b>	<b>\$ 25,389,877</b>
Tax Increment District (Reinvestment Zone No. 1)			Tax Increment District (Reinvestment Zone No. 1)		
Total Tax Rate	<b>\$ 0.6772</b>	<b>\$ 0.6572</b>	Total Tax Levy	<b>\$ 2,885,341</b>	<b>\$ 2,867,079</b>

\* - Frozen value = \$461,079,152

**ATTACHMENTS:**  
[2017 Certified Tax Roll Ordinance](#)

# TAX APPRAISAL DISTRICT

Of  
BELL COUNTY



P.O. Box 390  
Belton, Texas 76513-0390

CHIEF APPRAISER  
Marvin Hahn, RPA, RTA  
DEPUTY CHIEF APPRAISER  
Roger Chesser, RPA, RTA  
BUSINESS/FINANCIAL MANAGER  
Mary Lou David, RTC  
CHIEF ACCOUNTANT  
Vivian Mitchell, RTC  
CHIEF COLLECTIONS  
Tammy Hubnik, RPA, RTA  
CHIEF MAPPING  
Sarah Hejl  
ADMINISTRATIVE ASSISTANT  
Linda Hearell, RTA

BOARD MEMBERS  
Royce Matkin, Chairman  
Jared Bryan Vice Chairman / Secretary

DIRECTORS  
Robert Jones  
Susan Jones  
Wade Matthews  
Scott Morrow  
Virginia Suarez

July 17, 2017

City of Temple  
Danny Dunn, Mayor  
2 North Main Street, Ste 103  
Temple TX 76501

Dear Mayor Dunn

The enclosed information contains the certified values for the 2017 tax year for your entity. The Appraisal Review Board of Bell County certified the appraisal roll on the 14<sup>th</sup> of July 2017. The Appraisal District has certified a total net taxable value for your entity as \$4,574,738,305.

Sincerely

Marvin Hahn  
Chief Appraiser

MH/lh

**2017 CERTIFIED TOTALS**

TTE - CITY OF TEMPLE

Property Count: 36,796

Grand Totals

7/16/2017

10:12:37PM

Land		Value			
Homesite:		296,971,702			
Non Homesite:		359,722,334			
Ag Market:		59,712,998			
Timber Market:		0	<b>Total Land</b>	(+) 716,407,034	
Improvement		Value			
Homesite:		2,358,151,062			
Non Homesite:		1,933,045,796	<b>Total Improvements</b>	(+) 4,291,196,858	
Non Real		Count	Value		
Personal Property:	2,814		1,036,666,293		
Mineral Property:	0		0		
Autos:	921		9,508,783	<b>Total Non Real</b>	(+) 1,046,175,076
			<b>Market Value</b>	=	6,053,778,968
Ag		Non Exempt	Exempt		
Total Productivity Market:	59,418,459		294,539		
Ag Use:	4,078,208		6,711	<b>Productivity Loss</b>	(-) 55,340,251
Timber Use:	0		0	<b>Appraised Value</b>	= 5,998,438,717
Productivity Loss:	55,340,251		287,828	<b>Homestead Cap</b>	(-) 4,820,212
			<b>Assessed Value</b>	=	5,993,618,505
			<b>Total Exemptions Amount</b>	(-)	1,418,880,200
			<b>(Breakdown on Next Page)</b>		
			<b>Net Taxable</b>	=	4,574,738,305

Freeze	Assessed	Taxable	Actual Tax	Ceiling	Count			
DP	42,561,124	23,641,238	123,787.81	142,050.61	461			
DPS	174,121	36,501	177.19	467.47	2			
OV65	646,419,770	437,401,413	2,258,546.41	2,333,388.11	4,974			
<b>Total</b>	<b>689,155,015</b>	<b>461,079,152</b>	<b>2,382,511.41</b>	<b>2,475,906.19</b>	<b>5,437</b>	<b>Freeze Taxable</b>	(-) 461,079,152	
<b>Tax Rate</b>	<b>0.657200</b>							
Transfer	Assessed	Taxable	Post % Taxable	Adjustment	Count			
DP	11,220	0	0	0	1			
OV65	2,351,794	1,741,435	1,391,667	349,768	14			
<b>Total</b>	<b>2,363,014</b>	<b>1,741,435</b>	<b>1,391,667</b>	<b>349,768</b>	<b>15</b>	<b>Transfer Adjustment</b>	(-) 349,768	
			<b>Freeze Adjusted Taxable</b>	=			4,113,309,385	

APPROXIMATE LEVY = (FREEZE ADJUSTED TAXABLE \* (TAX RATE / 100)) + ACTUAL TAX  
 29,415,180.69 = 4,113,309,385 \* (0.657200 / 100) + 2,382,511.41

Tif Zone Code	Tax Increment Loss
TETIF1	390,448,376
TETIF2	35,620,918
Tax Increment Finance Value:	426,069,294
Tax Increment Finance Levy:	2,800,127.40

**2017 CERTIFIED TOTALS**

Property Count: 36,796

TTE - CITY OF TEMPLE  
Grand Totals

7/16/2017

10:12:54PM

**Exemption Breakdown**

Exemption	Count	Local	State	Total
AB	14	362,366,069	0	362,366,069
CH	19	2,573,814	0	2,573,814
CHODO	1	7,839,720	0	7,839,720
DP	484	4,263,906	0	4,263,906
DPS	5	40,000	0	40,000
DV1	237	0	1,931,050	1,931,050
DV1S	35	0	165,000	165,000
DV2	223	0	1,977,844	1,977,844
DV2S	15	0	112,500	112,500
DV3	266	0	2,562,000	2,562,000
DV3S	25	0	240,000	240,000
DV4	609	0	4,693,637	4,693,637
DV4S	92	0	816,000	816,000
DVHS	528	0	79,929,134	79,929,134
DVHSS	57	0	8,389,021	8,389,021
EX	1	0	4,650	4,650
EX-XG	3	0	218,896	218,896
EX-XI	3	0	306,484	306,484
EX-XJ	6	0	9,155,276	9,155,276
EX-XL	31	0	2,622,304	2,622,304
EX-XR	5	0	202,652	202,652
EX-XV	2,698	0	467,097,616	467,097,616
EX-XV (Prorated)	18	0	294,640	294,640
EX366	43	0	10,167	10,167
FR	4	0	0	0
HS	13,950	369,881,977	0	369,881,977
LIH	2	0	3,627,452	3,627,452
MASSS	2	0	573,603	573,603
OV65	5,023	47,549,742	0	47,549,742
OV65S	327	3,036,252	0	3,036,252
PC	22	36,398,794	0	36,398,794
<b>Totals</b>		<b>833,950,274</b>	<b>584,929,926</b>	<b>1,418,880,200</b>

**2017 CERTIFIED TOTALS**

Property Count: 36,796

TTE - CITY OF TEMPLE  
Grand Totals

7/16/2017 10:12:54PM

**State Category Breakdown**

State Code	Description	Count	Acres	New Value Market	Market Value
A	SINGLE FAMILY RESIDENCE	21,394		\$85,926,033	\$2,676,599,987
B	MULTIFAMILY RESIDENCE	1,010		\$4,966,711	\$285,942,719
C1	VACANT LOTS AND LAND TRACTS	2,676		\$0	\$52,104,544
D1	QUALIFIED AG LAND	497	12,864.4530	\$0	\$59,418,459
D2	IMPROVEMENTS ON QUALIFIED OPEN SP	54		\$0	\$607,061
E	FARM OR RANCH IMPROVEMENT	565	4,698.4907	\$54,949	\$62,864,692
F1	COMMERCIAL REAL PROPERTY	1,786		\$25,097,579	\$588,286,294
F2	INDUSTRIAL REAL PROPERTY	121		\$0	\$735,603,682
J1	WATER SYSTEMS	2		\$0	\$82,907
J2	GAS DISTRIBUTION SYSTEM	7		\$0	\$9,294,418
J3	ELECTRIC COMPANY (INCLUDING CO-OP	28		\$0	\$64,402,067
J4	TELEPHONE COMPANY (INCLUDING CO-	16		\$0	\$8,129,865
J5	RAILROAD	29		\$0	\$35,890,697
J6	PIPELAND COMPANY	55		\$0	\$2,305,038
J7	CABLE TELEVISION COMPANY	5		\$0	\$6,797,993
L1	COMMERCIAL PERSONAL PROPERTY	3,162		\$0	\$310,425,718
L2	INDUSTRIAL PERSONAL PROPERTY	292		\$0	\$565,008,217
M1	TANGIBLE OTHER PERSONAL, MOBILE H	412		\$162,223	\$4,037,162
O	RESIDENTIAL INVENTORY	2,189		\$28,596,650	\$61,494,462
S	SPECIAL INVENTORY TAX	59		\$0	\$30,529,315
X	TOTALLY EXEMPT PROPERTY	2,830		\$54,960,746	\$493,953,671
	<b>Totals</b>		<b>17,562.9437</b>	<b>\$199,764,891</b>	<b>\$6,053,778,968</b>

**2017 CERTIFIED TOTALS**

Property Count: 36,796

TTE - CITY OF TEMPLE  
Effective Rate Assumption

7/16/2017 10:12:54PM

**New Value**

TOTAL NEW VALUE MARKET: \$199,764,891  
TOTAL NEW VALUE TAXABLE: \$133,097,669

**New Exemptions**

Exemption	Description	Count	2016 Market Value	2016 Market Value
EX-XV	Other Exemptions (including public property, r	84		\$1,470,335
EX366	HOUSE BILL 366	8		\$5,576
<b>ABSOLUTE EXEMPTIONS VALUE LOSS</b>				<b>\$1,475,911</b>

Exemption	Description	Count	Exemption Amount
DP	DISABILITY	23	\$220,000
DV1	Disabled Veterans 10% - 29%	17	\$127,000
DV1S	Disabled Veterans Surviving Spouse 10% - 29%	1	\$5,000
DV2	Disabled Veterans 30% - 49%	33	\$283,500
DV2S	Disabled Veterans Surviving Spouse 30% - 49%	1	\$7,500
DV3	Disabled Veterans 50% - 69%	32	\$332,000
DV3S	Disabled Veterans Surviving Spouse 50% - 69%	1	\$10,000
DV4	Disabled Veterans 70% - 100%	90	\$948,000
DV4S	Disabled Veterans Surviving Spouse 70% - 100	6	\$48,000
DVHS	Disabled Veteran Homestead	33	\$3,694,097
HS	HOMESTEAD	804	\$26,369,622
OV65	OVER 65	373	\$3,602,885
<b>PARTIAL EXEMPTIONS VALUE LOSS</b>			<b>1,414</b>
<b>NEW EXEMPTIONS VALUE LOSS</b>			<b>\$37,123,515</b>

**Increased Exemptions**

Exemption	Description	Count	Increased Exemption Amount
<b>INCREASED EXEMPTIONS VALUE LOSS</b>			
<b>TOTAL EXEMPTIONS VALUE LOSS</b>			<b>\$37,123,515</b>

**New Ag / Timber Exemptions**

**New Annexations**

Count	Market Value	Taxable Value
18	\$2,350,669	\$137,662

**New Deannexations**

**Average Homestead Value**

Category A and E

Count of HS Residences	Average Market	Average HS Exemption	Average Taxable
13,811	\$139,388	\$27,086	\$112,302

Category A Only

Count of HS Residences	Average Market	Average HS Exemption	Average Taxable
13,655	\$138,909	\$26,966	\$111,943

**2017 CERTIFIED TOTALS**  
TTE - CITY OF TEMPLE  
Lower Value Used

Count of Protested Properties	Total Market Value	Total Value Used
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ORDINANCE NO 2017-4858

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF TEMPLE, TEXAS, APPROVING THE TAX ROLL AND AUTHORIZING CALCULATION OF THE AMOUNT OF TAX THAT CAN BE DETERMINED FOR ALL REAL AND PERSONAL PROPERTY IN THE CITY FOR THE TAX YEAR 2017 (FISCAL YEAR 2018); AUTHORIZING THE MAYOR TO EXECUTE ALL DOCUMENTS AS MAY BE REQUIRED BY THE TAX APPRAISAL DISTRICT OF BELL COUNTY; PROVIDING AN EFFECTIVE DATE; PROVIDING A SEVERABILITY CLAUSE; DECLARING FINDINGS OF FACT; AND PROVIDING AN OPEN MEETINGS CLAUSE.

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**Whereas**, the Chief Appraiser has determined the total appraised value, the total assessed value, and the total taxable value of property taxable within the City of Temple, Texas, in order to submit the Tax Appraisal Roll to the City Council as required by Article 26.04 of the Property Tax Code;

**Whereas**, the Chief Appraiser has presented evidence that, in order to verify all calculations of the Tax Appraisal District of Bell County and to fully comply with the legal requirements of the City Charter and State law, that August 25, 2017, is the date that is as soon as practicable after August 4, 2017, to present the Tax Appraisal Roll to the City Council, and the City Council after a public hearing has determined this to be true; and

**Whereas**, the City Council desires to approve the Tax Roll for tax year 2017 (fiscal year 2018) and to authorize calculation of the amount of tax that can be determined as a prerequisite to adopting the tax rate for the tax year 2017 (fiscal year 2018) as submitted by the Tax Appraisal District of Bell County.

**NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF TEMPLE, TEXAS:**

**Part 1: Findings** All of the above premises are hereby found to be true and correct legislative and factual findings of the City Council of the City of Temple, Texas, and they are hereby approved and incorporated into the body of this Ordinance as if copied in their entirety.

**Part 2:** The City Council approves the Tax Appraisal Roll, as previously submitted by the Tax Appraisal District of Bell County, showing the total taxable assessed value of all real and personal property within the limits of the City of Temple, Texas, at **\$4,574,738,305**, more particularly shown on the attached Exhibit 'A,' which is made a part of this Ordinance for all purposes as if written word for word herein, and authorizing assessment at 100% of market value.

**Part 3:** The City Council authorizes the Mayor of the City of Temple, Texas, to execute all documents as may be required to calculate the amount of tax that can be determined as a prelude to adopting the tax rate for the tax year 2017 (fiscal year 2018) for the City of Temple, Texas, as may be required by the Tax Appraisal District of Bell County.



**Part 4:** The declarations, determinations, and findings declared, made and found in the preamble of this Ordinance are hereby adopted, restated and made a part of the operative provisions hereof.

**Part 5:** This ordinance shall take effect immediately from and after its passage in accordance with the provisions of the Charter of the City of Temple, Texas.

**Part 6:** If any provision of this Ordinance or the application of any provision to any person or circumstance is held invalid, the invalidity shall not affect other provisions or applications of the Ordinance which can be given effect without the invalid provision or application, and to this end the provisions of this Ordinance are declared to be severable.

**Part 7:** It is hereby officially found and determined that the meeting at which this Ordinance was passed was open to the public as required and that public notice of the time, place, and purpose of said meeting was given as required by the Open Meetings Act.

PASSED AND APPROVED on First Reading on the **11<sup>th</sup>** day of **August**, 2017.

PASSED AND APPROVED on Second Reading and Public Hearing on the **25<sup>th</sup>** day of **August**, 2017.

THE CITY OF TEMPLE, TEXAS

\_\_\_\_\_  
DANIEL A. DUNN, Mayor

ATTEST:

APPROVED AS TO FORM:

\_\_\_\_\_  
Lacy Borgeson  
City Secretary

\_\_\_\_\_  
Kayla Landeros  
City Attorney



## COUNCIL AGENDA ITEM MEMORANDUM

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08/11/17  
Item #5  
Special Agenda  
Page 1 of 3

### **DEPT./DIVISION SUBMISSION & REVIEW:**

Traci L. Barnard, Director of Finance

**ITEM DESCRIPTION:** FIRST READING - Consider adopting an ordinance levying taxes and setting a tax rate for the City for the tax year 2017 (fiscal year 2018), making the appropriation for the regular operation of the City.

**STAFF RECOMMENDATION:** Adopt ordinance as presented in item description, on first reading and schedule second reading, public hearing, and final adoption for August 25, 2017.

**BACKGROUND:** The Fiscal 2017-2018 Budget will require adoption of a property tax rate of \$0.6772 per \$100 of taxable assessed property value. The proposed tax rate will generate \$24,972,358 of property tax levy when applied to an ad valorem tax base of \$4,148,669,011 less \$461,079,152 of freeze taxable value. In addition, there will be \$2,382,511 in frozen tax levy for a total property tax levy of \$27,354,869. The proposed tax rate of \$0.6772 represents a 4.70% increase over the effective tax rate of \$0.6468.

The Debt Service component of the tax rate includes the estimated additional tax rate adjustment to support the continued implementation of the transportation capital improvement program.

The fiscal year 2017-2018 tax rate is comprised of the Maintenance and Operation rate and the Debt Service rate. These two components are as follows:

TAX RATE			TAX LEVY		
	FY 2018	FY 2017		FY 2018	FY 2017
Maintenance & Operations	\$ 0.3142	\$ 0.3142	Maintenance & Operations	\$ 11,586,407	\$ 11,136,655
Debt Service	0.3630	0.3430	Debt Service	13,385,951	12,157,456
	--	--	Frozen Taxes*	2,382,511	2,229,427
Total Tax Rate	\$ 0.6772	\$ 0.6572	Total Tax Levy	\$ 27,354,869	\$ 25,523,538
			Budget w/M&O at 99% Collection and I&S at 100% Collection	\$ 27,215,180	\$ 25,389,877
Tax Increment District (Reinvestment Zone No. 1)			Tax Increment District (Reinvestment Zone No. 1)		
Total Tax Rate	\$ 0.6772	\$ 0.6572	Total Tax Levy	\$ 2,885,341	\$ 2,867,079

\* - Frozen value = \$461,079,152

The residential homestead exemption for property owners is \$5,000 or 20% of the assessed value whichever is greater. In addition to the homestead exemption, property owners 65 years of age or older will continue to receive an additional \$10,000 exemption and all disabled individual property owners will receive an exemption of \$10,000 in accordance with Texas Tax Code Section 11.13.

The ad valorem tax freeze on the residence homestead of a person who is disabled or sixty-five (65) years of age or older (as approved in an election held in the City of Temple on May 7, 2005) applies to Tax Year 2006 (FY 2007). The amount of the qualifying homeowners tax ceiling was determined on the Tax Year 2005 (FY 2006). Future city taxes on that homestead cannot exceed the 2005 tax amount (but may be less). The tax limitation, however, may be adjusted higher for an increase in improvements to the homestead, other than repairs and those improvements made to comply with governmental regulations.

The motion to adopt an ordinance setting a tax rate that exceeds the effective tax rate must be made in the following form: **“I move that the property tax rate be increased by the adoption of a tax rate of \$0.6772, which is effectively a 4.70 percent increase in the tax rate.”**

The second motion is as follows: **“I move that the ordinance setting the 2017-2018 tax rate in the amount of \$0.6772 per \$100 valuation comprised of \$0.3142 for maintenance and operations and \$0.3630 for debt service be adopted.”**

Pursuant to Section 11.20 of the City Charter, all taxpayers shall be allowed discounts for the payment of taxes due to the City if such taxes are paid in the year for which such taxes are due as follows: 3% in October; 2% in November; and 1% in December.

**FISCAL IMPACT:**

**Example – Annual Property Tax - \$100,000 Taxable Value:**

With the proposed tax rate of \$0.6772 per \$100 valuation, the cost to a homeowner with a taxable value of \$100,000 would increase by \$20.00 per year (\$1.67 per month) if there was no change in taxable value from the prior year.

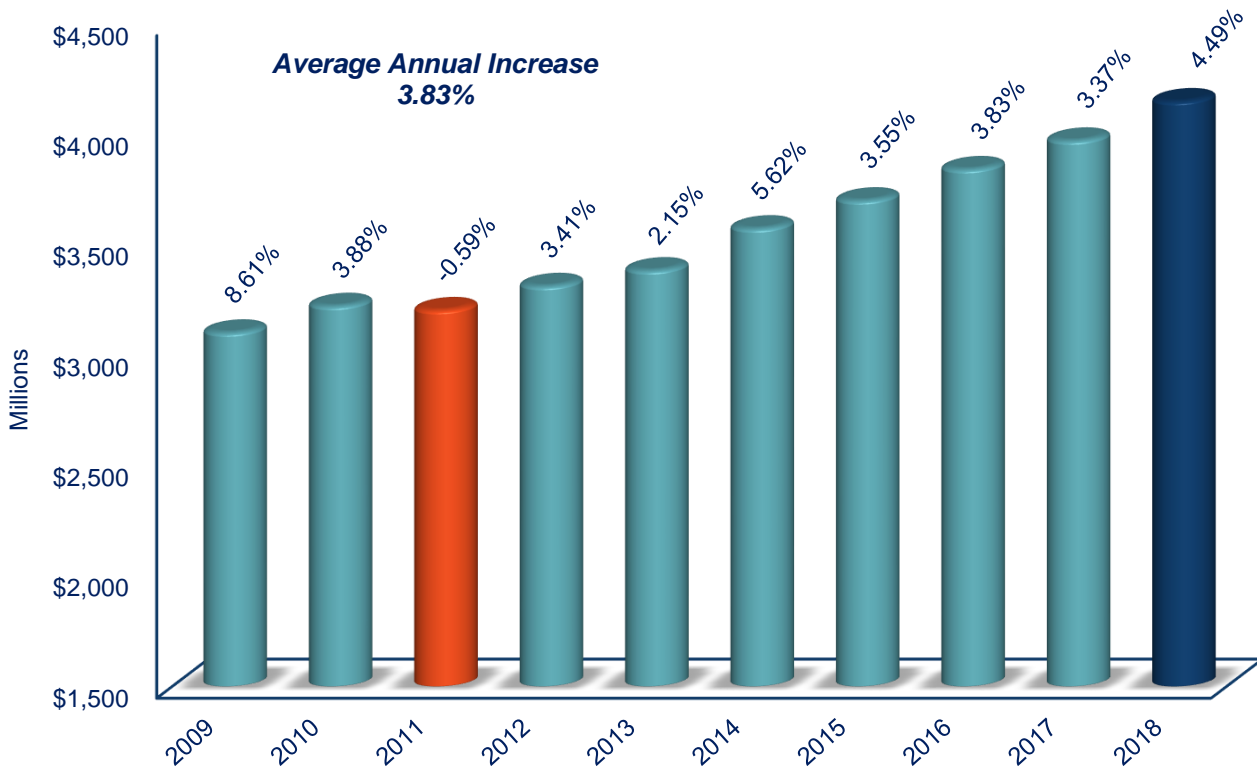
**ATTACHMENTS:**

[Assessed Value of Taxable Property Ordinance](#)

**CITY OF TEMPLE, TEXAS**  
**Assessed Value of Taxable Property**  
**Last Ten Fiscal Years**

<b>Fiscal Year Ending September 30,</b>	<b>Taxable Property Valuation</b>	<b>Percent (%) Increase (Decrease)</b>
2009	\$ 3,100,594,231	8.61%
2010	3,221,022,514	3.88%
2011	3,201,978,908	-0.59%
2012	3,311,259,863	3.41%
2013	3,382,401,984	2.15%
2014	3,572,423,141	5.62%
2015	3,699,245,668	3.55%
2016	3,840,746,157	3.83%
2017	3,970,340,738	3.37%
<b>2018</b>	<b>\$ 4,148,669,011</b>	<b>4.49%</b>

<b>Average Annual Increase</b>	<b>3.83%</b>
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ORDINANCE NO 2017-4859

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF TEMPLE, TEXAS, LEVYING TAXES AND SETTING A TAX RATE FOR THE CITY OF TEMPLE FOR THE TAX YEAR 2017 (FISCAL YEAR 2018); MAKING THE APPROPRIATIONS FOR THE REGULAR OPERATION OF THE CITY; DECLARING FINDINGS OF FACT; PROVIDING AN EFFECTIVE DATE; PROVIDING A SEVERABILITY CLAUSE; AND PROVIDING AN OPEN MEETINGS CLAUSE.

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**Whereas**, the City Council held a public hearing on the proposed fiscal year 2017-2018 budget on August 3, 2017, and at that meeting they discussed the tax rate and took a vote to set the meeting for adoption of the proposed tax rate of \$0.6772 per \$100 valuation for August 25, 2017;

**Whereas**, the City Council also took a vote at the August 3, 2017 City Council meeting to set the public hearing dates on the proposed tax rate of \$0.6772 per \$100 valuation for August 11, 2017, special meeting and August 17, 2017, regular meeting;

**Whereas**, the City Council held two public hearings on the proposed tax rate for tax year 2017 as scheduled;

**Whereas**, at each public hearing the City Council announced the 25<sup>th</sup> day of August, 2017, at 8:30 a.m. as the date and time for a vote on the proposed tax rate;

**Whereas**, the City Council set and announced the 25<sup>th</sup> day of August, 2017, at 8:30 a.m. as the date and time for a public hearing on the proposed budget for the fiscal year beginning October 1, 2017, and ending September 30, 2018, and in accordance with the City Charter requirements, notice was published in the Temple Daily Telegram that the hearing on the proposed budget would be held on the 25<sup>th</sup> day of August, 2017, at 8:30 a.m.;

**Whereas**, the City Council considered and adopted the City Budget for the fiscal year beginning October 1, 2017, and ending September 30, 2018; and

**Whereas**, the City Council approved the tax appraisal roll and authorized the collection of the total amount of tax that can be determined for the tax year 2017 (fiscal year 2018) and desires to establish the tax rate on \$100 valuation of all property; real, personal, and mixed, subject to taxation for that tax year that would result in a tax rate of \$0.6772 per \$100 of assessed property valuation.

**NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF TEMPLE, TEXAS, THAT:**

**Part 1: Findings.** All of the above premises are hereby found to be true and correct legislative and factual findings of the City Council of the City of Temple, Texas, and they are hereby approved and incorporated into the body of this Ordinance as if copied in their entirety.

**Part 2:** The following tax rate on \$100 valuation for the City of Temple, Texas, be and is hereby levied and adopted for the tax year 2017-2018 as follows:

For the purpose of maintenance and operation;	\$ 0.3142
For the payment of principal and interest on bonds, warrants and certificates of obligation and other debt of this City;	<u>\$ 0.3630</u>
TOTAL TAX RATE	<u>\$0.6772</u> per each \$100 of assessed property valuation
Total Estimated Tax Levy (100%)	<u>\$27,354,869</u>
<u>Total Estimated Tax Levy –</u> <u>(Tax Increment District for City of Temple)</u>	<u>\$2,885,341</u>

The above tax rate is hereby levied and adopted on the assessed valuation of all property, real, personal and mixed, subject to taxation by the City of Temple for the tax year 2017, for the City's departmental purposes for interest and sinking fund accounts in accordance with the budget adopted by the City Council on the 25<sup>th</sup> day of August, 2017, to-wit: and all such ad valorem taxes shall become due on the 31<sup>st</sup> day of January, 2018, and shall, unless paid, become delinquent on the 1<sup>st</sup> day of February, 2018.

**Part 3:** The Director of Finance is hereby authorized to assess and collect the taxes of the City of Temple employing the above tax rate.

**Part 4:** The *Residential Homestead Exemption* for property owners shall remain at \$5,000 or 20% of the assessed value whichever is greater. The *Over 65 Residential Homestead Exemption* shall remain at \$10,000. The *Disabled Individual Property Owners Exemption* shall be \$10,000 (as authorized by an ordinance passed by the City Council on July 3, 2003, and in accordance with Texas Tax Code Section 11.13).

**Part 5:** The ad valorem tax freeze on the residence homestead of a person who is disabled or sixty-five (65) years of age or older shall also be effective (as authorized in an election held in the City of Temple on May 7, 2005). The amount of tax year 2005 City taxes will set the qualifying homeowners tax ceiling amount. Future City taxes on that homestead cannot exceed the tax year 2005 tax amount (but may be less). The tax limitation, however, may be adjusted higher for an increase in improvements to the homestead, other than repairs and those improvements made to comply with governmental regulations.

**Part 6:** All monies on hand on the 1<sup>st</sup> day of October, 2017, belonging to the City of Temple, Texas, and other than monies belonging to the credit of its Water and Sewer Departments, and all monies received by the City during the fiscal year 2018, other than monies received from operation of its Water and Sewer Department, be and are hereby appropriated for the several purposes other than its water and sewer systems and in the respective amounts set forth in the budget adopted by the City Council on the 25<sup>th</sup> day of August, 2017.

**Part 7:** Any funds needed for carrying out the budget shall be financed by deficiency warrants, and authority is hereby given to the City Manager and the Mayor to issue deficiency warrants, if necessary, to defray the current expenses for the City during the ensuing fiscal year in such amounts and at such times as shall be necessary in the judgment of the City Council.

**Part 8:** The declarations, determinations, and findings declared, made and found in the preamble of this Ordinance are hereby adopted, restated and made a part of the operative provisions hereof.

**Part 9:** This Ordinance shall take effect immediately from and after its passage in accordance with the provisions of the Charter of the City of Temple, Texas.

**Part 10:** If any provision of this Ordinance or the application of any provision to any person or circumstance is held invalid, the invalidity shall not effect other provisions or applications of the Ordinance which can be given effect without the invalid provision or application, and to this end the provisions of this Ordinance are declared to be severable.

**Part 11:** It is hereby officially found and determined that the meeting at which this Ordinance was passed was open to the public as required and that public notice of the time, place, and purpose of said meeting was given as required by the Open Meetings Act.

PASSED AND APPROVED on First Reading on the **11<sup>th</sup>** day of **August**, 2017.

PASSED AND APPROVED on Second Reading and Public Hearing on the **25<sup>th</sup>** day of **August**, 2017.

THE CITY OF TEMPLE, TEXAS

\_\_\_\_\_  
DANIEL A. DUNN, Mayor

ATTEST:

APPROVED AS TO FORM:

\_\_\_\_\_  
Lacy Borgeson  
City Secretary

\_\_\_\_\_  
Kayla Landeros  
City Attorney