

Tax Rate Record Vote



Purpose of Vote

- Record Vote on Proposed Tax Rate, Schedule Public Hearing, and Announce Adoption Date
 - Vote will be required with specific wording of motion
 - Sets ceiling for FY24 Tax Rate
- Required for proposing tax rate
- Proposed tax rate ceiling is at \$0.430734
- Current tax rate for FY23 is at \$0.457485
- City Manager's recommended tax rate in the budget will be less than the tax rate ceiling



No-New-Revenue and Voter-Approval Tax Rates

- The no-new-revenue tax rate is a calculated rate that would provide a taxing unit with the same amount of revenue it received in the year before on properties taxed in both years
- If property values rise, the no-new-revenue tax rate will go down and vice versa
- The voter-approval tax rate is 3.5% above the no-new-revenue tax rate
 - An election is required if the voter-approval tax rate is exceeded

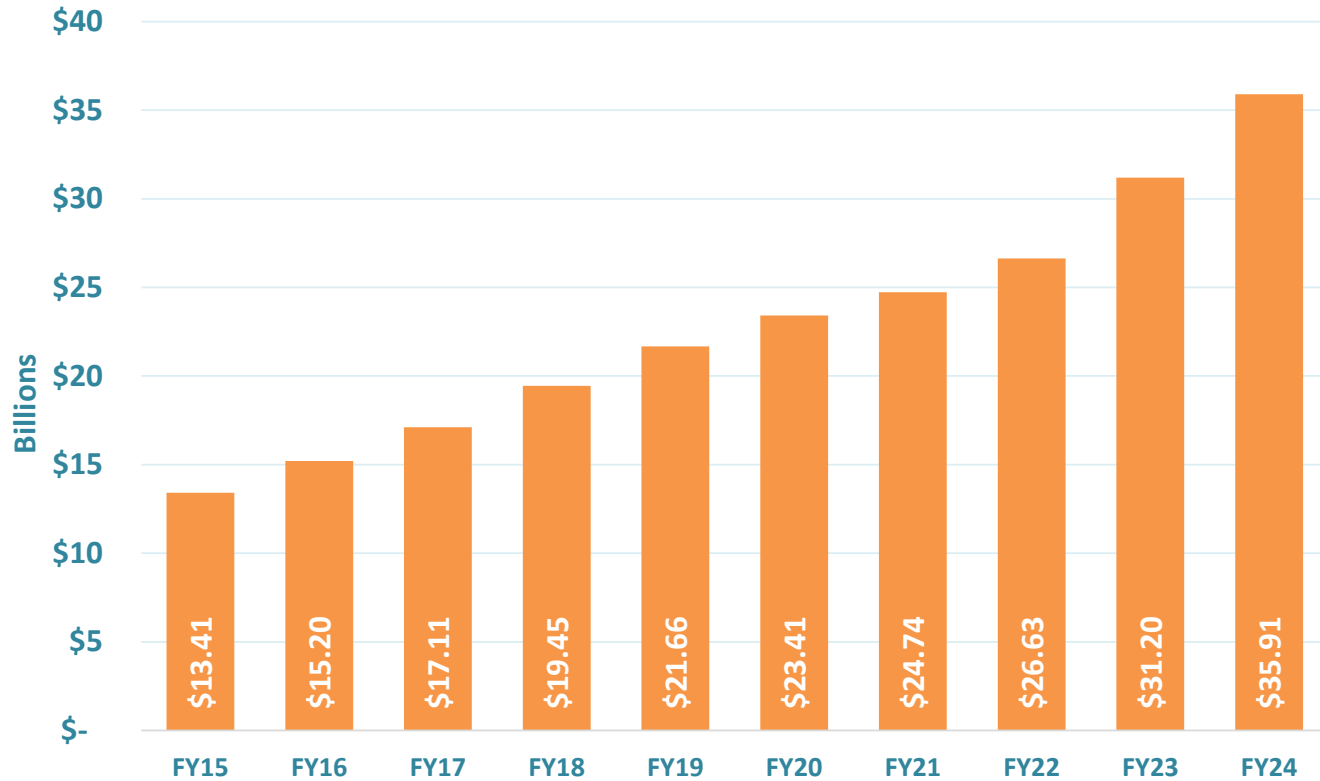


Tax Rates

	<u>FY2022-23</u>	<u>FY2023-24</u>
Tax Rate Ceiling	\$0.459547	\$0.430734
No-New-Revenue Tax Rate	\$0.433324	\$0.409180
No-New-Revenue M&O Tax Rate	\$0.303275	\$0.280133
Voter-Approval Tax Rate	\$0.473666	\$0.446943
Debt Rate	\$0.145688	\$0.140825
M&O Rate (ceiling)	\$0.313859	\$0.289909



Taxable Value History



Proposed

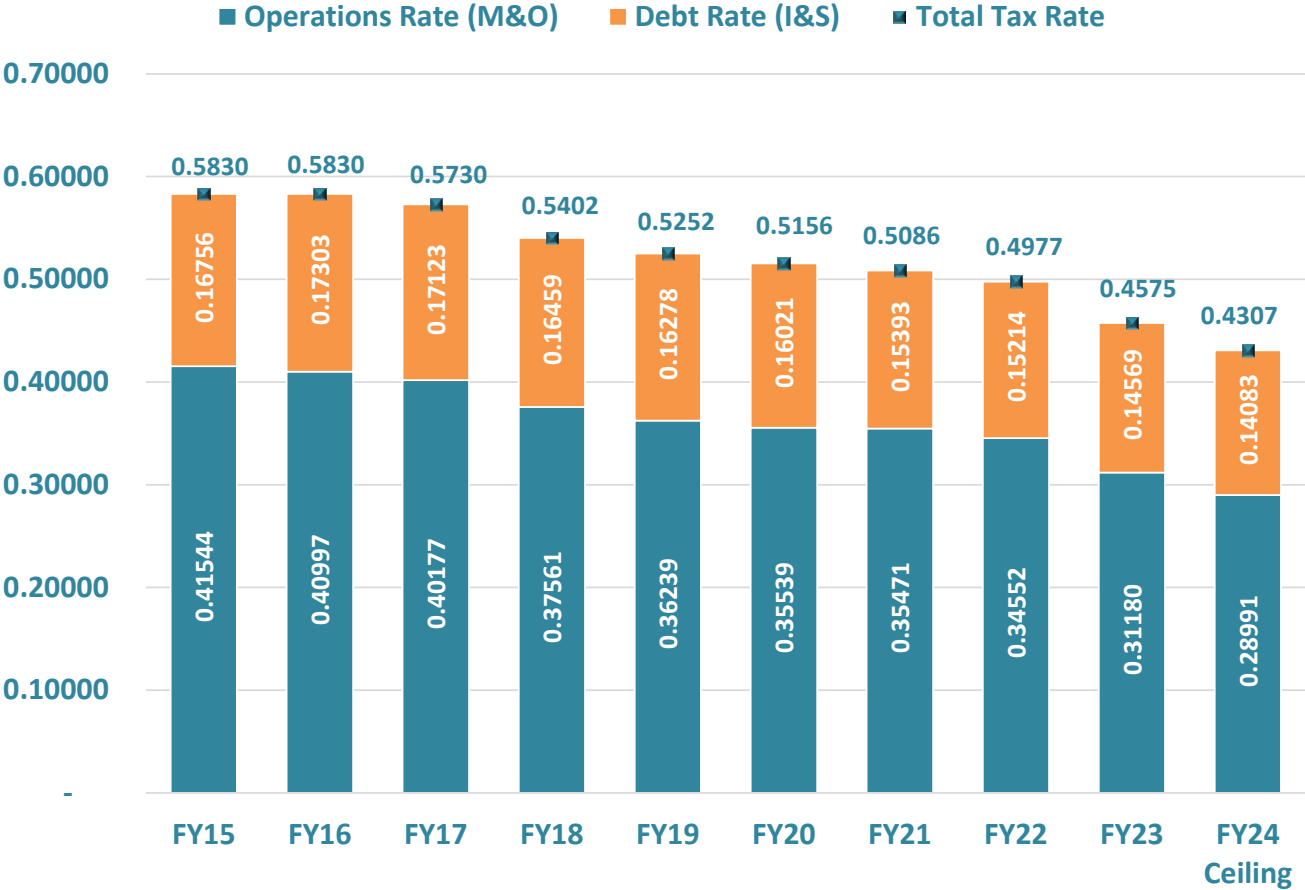


Tax Rate

- Tax Rate has 2 parts
 - I&S or Debt Service Rate
 - Set to match amount required to meet debt service payments in a given year
 - M&O Tax Rate (Maintenance and Operations)
 - Funds general operational expenses (salaries and supplies)
 - Subject to no-new-revenue and voter-approval calculations



Property Tax Rate History



Important Dates Ahead

- **August 11th** – Budget Work Session
- **August 15th** – Public Input on Budget
- **September 5th**
 - Public Hearing on Budget & Final Budget Adoption
 - Ratification of Property Tax Revenue Increase
 - Public Hearing on Tax Rate & Tax Rate Adoption
 - Fee/Rate Change Adoption

