

## CITY COUNCIL MEMORANDUM

### AGENDA ITEM

Memorandum approving the interest and sinking tax rate for FY 2017

### ORIGINATING DEPARTMENT

City Manager/Finance

### BACKGROUND INFORMATION

Section 26.05(a) of the Tax Code requires taxing units to comply with truth-in-taxation laws in adopting their tax rates. The City's proposed tax rate consists of two components, each of which must be approved separately.

### DISCUSSION/CONCLUSION

The proposed tax rate is 0.7498 and the interest and sinking component is 0.3031.

### FISCAL IMPACT

The interest and sinking component will generate \$15,853,159 at the City's estimated collection rate of 98%.

### RECOMMENDATION

City Council approve the proposed interest and sinking rate of 0.3031.