

## **CITY COUNCIL MEMORANDUM**

### **AGENDA ITEM**

**Public Hearing on Tax Rate**

### **ORIGINATING DEPARTMENT**

**Finance**

### **BACKGROUND INFORMATION**

On August 16, 2016, City Council set the preliminary tax rate for the FY 2017 Proposed Annual Budget and Plan of Municipal Services at the current adopted rate of .7498. The effective rate for FY 2017 is .7368. Because the preliminary rate has been set above the effective rate, Texas Tax Code requires two public hearings be held prior to the adoption of the final rate.

### **DISCUSSION/CONCLUSION**

August 30, 2016, is the first of those two public hearings. The second public hearing will be held at a City Council meeting on September 6, 2016. At the conclusion of the public hearings, the Mayor must announce that City Council will vote to adopt the tax rate at City Hall Council Chambers on September 13, 2016, at 5:00 pm.