

RESOLUTION 2020-636
(2020 Preliminary Tax Rate and Public Hearing Schedule)

A RESOLUTION OF THE CITY OF PARKER, COLLIN COUNTY, TEXAS, SETTING A PROPOSED TAX RATE; AND APPROVING DATES, TIMES AND A LOCATION FOR TWO PUBLIC HEARINGS ON THE PROPOSED FY 2020-2021 BUDGET AND TAX RATE, AND A DATE FOR THE VOTE ON THE ADOPTION OF THE 2020-2021 BUDGET AND APPROVAL OF A TAX RATE.

WHEREAS, the City of Parker is required to set a proposed ad valorem tax rate for 2020 and schedule two public hearings on the proposed budget and tax rate;

NOW THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF PARKER, COLLIN COUNTY, TEXAS, AS FOLLOWS:

SECTION 1. The City Council will hold a Public Hearing at 7:00 p.m. at Parker City Hall Council Chambers, 5700 E. Parker Road on September 9, 2020; and a second Public Hearing at 7:00 p.m. at Parker City Hall Council Chambers, 5700 E. Parker Road on September 15, 2020.

SECTION 2. The proposed ad valorem tax rate is \$0.365984 per hundred dollars valuation, to provide funding for the proposed budget for 2020-2021.


SECTION 3. The City Council will take action on the proposed budget and tax rate September 15, 2020 at 7:00 p.m. at 5700 E. Parker Road.

SECTION 4. This Resolution shall become effective upon its passage.

APPROVED BY THE CITY OF PARKER, COLLIN COUNTY, TEXAS, THIS 4th DAY OF AUGUST, 2020.



APPROVED:


Lee Pettle, Mayor

ATTESTED:

APPROVED AS TO FORM:


Patti Scott Grey, City Secretary


Brandon S. Shelby, City Attorney



City Council Work Session
FY 2020-2021
Proposed Tax Rate

Tuesday, August 4, 2020



FY 2020-2021 Proposed Tax Rate



Date	Budget Action
Tuesday, August 4	City Council votes to place proposal to adopt tax rate on future agenda (if tax rate exceeds the No-New Revenue or Voter-Approval Rate)
Friday, August 14	Proposed Budget filed by City Administrator
Tuesday, August 18	Proposed Budget Presented to City Council
Wednesday, September 9	Public hearing on proposed tax rate (if necessary) and public hearing on proposed budget
Tuesday, September 15	Second public hearing and final action on budget and tax rate
Thursday, October 1	FY 2020-2021 Begins



FY 2020-2021 Proposed Tax Rate

Senate Bill 2

- Passed by the Texas Legislature in 2019. Went into effect on January 1, 2020.
- Introduced new terminology
 - No-New-Revenue Tax Rate – Previously called the “effective tax rate”. This is the rate needed to raise the same amount of maintenance and operations property taxes on existing property as the previous year.
 - Voter-Approval Tax Rate – Previously called the “rollback tax rate” and was the rate necessary to raise precisely 8% more maintenance and operations tax revenue as the year before. SB 2 lowers the multiplier used in the rate calculation from 8% to 3.5%.



FY 2020-2021 Proposed Tax Rate



Senate Bill 2

- De minimis rate
 - New tax rate calculation designed to give smaller taxing units (cities with population below 30,000) flexibility to adopt a tax rate that generates \$500,000 more in property tax revenue than the previous year. Applying a 3.5% voter-approval rate in small communities restricts revenue growth to a nominal amount and the application of the lowered voter-approval rate created an unfair result for small towns.



FY 2020-2021 Proposed Tax Rate

- Tax Rate Calculations

	2019	2020
Effective Tax Rate	0.350282	No-New-Revenue Tax Rate 0.360198
Rollback Rate (8%)	0.370919	Voter-Approval Tax Rate (3.5%) 0.360515
M&O Rate	0.317791	M&O Rate 0.32956
Debt Rate Rate	0.048193	Debt Tax Rate 0.036424
Adopted Tax Rate	0.365984	De minimis Rate 0.394399



FY 2020-2021 Proposed Tax Rate



- If proposed tax rate exceeds the “No-New Revenue” or “Voter-Approval Tax Rate”, a record vote is required and a Public Hearing on the Tax Rate scheduled.
- If the current tax rate of \$0.365984 is proposed, it would exceed both the “No-New Revenue” and the “Voter-Approval” tax rates. However, it falls below the “de minimis rate” .



FY 2020-2021 Proposed Tax Rate



- Public Hearings on Tax Rate (if necessary)
 - These meetings will be held at City Hall on the following dates:
 - ✦ Wednesday, September 9 at 7:00
 - ✦ Tuesday, September 15 at 7:00



Comments or
Questions?

CITY OF PARKER

2020 PLANNING CALENDAR



<u>May</u>	Mailing of "Notices of Appraised Value" by Chief Appraiser.
<u>April 30</u>	The Chief Appraiser prepares and certifies to the Tax Assessor an estimate of the taxable value.
<u>June</u>	Deadline for submitting Appraisal Records to ARB.
<u>July 20, 2020</u>	Deadline for ARB to approve Appraisal Records.
<u>July 25</u>	Deadline for Chief Appraiser to certify Appraisal Rolls to each Taxing Unit.
<u>July</u>	Certification of anticipated collection rate by Tax Assessor Collector.
<u>July 25 - Aug.</u>	Calculation of No-New-Revenue Tax Rate and Voter-Approval Tax Rate.
<u>July 25 - Aug.</u>	Submission of No-New-Revenue and Voter-Approval Tax Rates to governing body from Tax Office.
<u>07/31/20</u>	72 Hour Notice for Meeting (Open Meetings Notice).
<u>08/04/20</u>	<p>Meeting of Governing Body to Discuss Tax Rates. If proposed tax rate will exceed the NO-NEW REVENUE or VOTER-APPROVAL Tax Rate (whichever is lower), take record vote and schedule Public Hearing on the Tax Rate. Document record vote for "Notice of Public Hearing" (See "Governing Body Vote" Tab).</p>
<u>08/10/20</u>	<p>Publish the "Notice of Public Hearing"</p> <ul style="list-style-type: none"> - Notice must be published in newspaper at least five (5) days before Public Hearing. - Notice must be posted on the Central Appraisal District's taxpayer database at least five (5) days before Public Hearing. - Notice must be posted prominently on the homepage of the entity's website at least seven (7) days before Public Hearing.
<u>08/17/20</u>	Post the " Notice of Tax Rates " prominently on the homepage of the entity's internet website.
<u>09/04/20</u>	72 Hour Notice for Meeting (Open Meetings Notice).
<u>09/09/20</u>	<p>Public Hearing At least five (5) days after publication of "Notice of Public Hearing." Tax rate can be adopted at this meeting. If not adopted at this meeting, announce the date and time of the meeting to vote to be held within <u>seven (7) days of Public Hearing.</u></p>
<u>09/11/20</u>	72 Hour Notice for Public Hearing (Open Meetings Notice).
<u>09/15/20</u>	<p>Meeting to Vote on Tax Rate if tax rate is not adopted at the Public Hearing. Meeting to vote can be no later than seven (7) days after Public Hearing on tax rate. If tax rate is not adopted at the Public Hearing, it must be adopted at this meeting.</p>
<u>Noon on September 16</u>	Deadline to submit the Tax Rate Ordinance to the Collin County Tax Office.

A taxing unit with a population of 30,000 or more that adopts a tax rate that exceeds the Voter-Approval Tax Rate must hold an election to vote on the tax rate. The request for election must be submitted to Elections no later than the 78th date before the election date.

Election must occur on the uniform election date in November.

CITY OF PARKER

INFORMATION NEEDED FOR THE PUBLICATION OF THE NOTICE OF PUBLIC HEARING

The "Notice of Public Hearing" must be published at least five days prior to the Public Hearing or meeting to vote.

Proposed Tax Rate:	M&O:	<u>0.329560</u>
	I&S:	<u>0.036424</u>
	TOTAL TAX RATE:	<u>0.365984</u>

PUBLIC HEARING WITH VOTE ON TAX RATE:

Date: <u>9/9/2020</u>	Place: <u>Parker City Hall</u>
Time: <u>7:00 PM</u>	Address: <u>5700 E. Parker Road</u> <u>Parker, Texas 75002</u>

OR

PUBLIC HEARING WITH SEPARATE MEETING TO VOTE:

Date: <u>9/9/2020</u>	Place: <u>Parker City Hall</u>
Time: <u>7:00 PM</u>	Address: <u>5700 E. Parker Road</u> <u>Parker, Texas 75002</u>

If the governing body does not vote on the proposed tax rate at the public hearing, the governing body shall announce at the public hearing the date, time, and place of the meeting at which it will vote on the proposed tax rate. Texas Property Tax Code, Section 26.06 (d)

*Meeting to vote must be held **no later than the seventh day after the date of the public hearing.***

MEETING TO VOTE:

Date: <u>9/15/2020</u>	Place: <u>Parker City Hall</u>
Time: <u>7:00 PM</u>	Address: <u>5700 E. Parker Road</u> <u>Parker, Texas 75002</u>

*When scheduling the Public Hearing and meeting to vote, please keep in mind that the Tax Office must receive a copy of the Ordinance adopting the 2020 tax rate no later than **Noon on September 16, 2020.***

Please complete the information on the "Governing Body Vote" tab along with the "Notice of Public Hearing" tab.

The Notice of Public Hearing must be posted on the homepage of the entity's website 7 days prior to the Public Hearing until the tax rate is adopted.

Submission of this document confirms acknowledgement that the Tax Rate Calculation Worksheet is approved to be transferred to the Central Appraisal District's public database.