CITY OF HUTTO, TEXAS
SPECIAL CALLED CITY COUNCIL MEETING
THURSDAY, AUGUST 25, 2016 AT 6:30 PM
CITY HALL - CITY COUNCIL CHAMBERS
401 WEST FRONT STREET

CITY COUNCIL

Doug Gaul, Mayor
Anne Cano, Place 1
Tom Hines, Place 2
Nathan Killough, Place 3
Michael J. Smith, Place 4, Mayor Pro-tem
Lucio Valdez, Place 5
Bettina Jordan, Place 6

AGENDA

1. CALL SESSION TO ORDER

2. ROLL CALL

3. PUBLIC COMMENT
   3A. Remarks from visitors. (*Three-minute time limit*)

4. EXECUTIVE SESSION:

5. PUBLIC HEARINGS:
   5A. Open and conduct the second public hearing to hear testimony regarding the proposed ad valorem tax rate.

6. WORK SESSION:
   A work session is conducted for information or educational purposes. No action is taken by the Council on items listed. It is the policy of the City Council that public comment will not be allowed for work session items.
   6A. Work session and discussion on the Proposed 2016-17 Annual Operating Budget.
7. **ADJOURNMENT**

The City Council for the City of Hutto reserves the right to adjourn into executive session at any time during the course of this meeting to discuss any of the matters listed above as authorized by the Texas Government Code Sections 551.071 [Litigation/Consultation with Attorney], 551.072 [Deliberations regarding real property], 551.073 [Deliberations regarding gifts and donations], 551.074 [Deliberations regarding personnel matters] or 551.076 [Deliberations regarding deployment/implementation of security personnel or devices] and 551.087 [Deliberations regarding Economic Development negotiations].

**CERTIFICATION**

I certify that this notice of the August 25, 2016 Hutto City Council meeting was posted on the City Hall bulletin board of the City of Hutto on Friday, August 19, 2016, at 2:45pm.

[Signature]

Seth Gipson, City Secretary

The City of Hutto is committed to comply with the American with Disabilities Act. The Hutto City Council Chamber is wheelchair accessible. Request for reasonable special communications or accommodations must be made 48 hours prior to the meeting. Please contact the City Secretary at (512) 759-4033 or seth.gipson@huttoxc.gov for assistance.
AGENDA ITEM NO.: 5A.  
AGENDA DATE: August 25, 2016

PRESENTED BY: Melanie Melancon, Finance Director

ITEM: Open and conduct the second public hearing to hear testimony regarding the proposed ad valorem tax rate.

STRATEGIC GUIDE POLICY: Fiscal and Budgetary

ITEM BACKGROUND: Two public hearings are required under Truth in Taxation, as the City of Hutto is proposing a tax rate over the effective tax rate for Fiscal Year 2016.

Tax rates, per $100 of taxable value, are as follows:

2015-16 (current year) tax rate: $0.528500

Formula: Assessed Valuation/100 x tax rate = taxes paid

2016-17 (upcoming year) effective rate: $0.480395

Effective rate formula: Last year’s total tax revenue ÷ this year’s tax base (after subtracting value of new property)

2016-17 (upcoming year) rollback rate: $0.520443

Rollback rate formula: Last year’s operating tax revenue ÷ this year’s tax base (after subtracting value of new property) x 1.08% + this year’s debt rate

This is the highest rate the Council may consider without a potential voter petitioned roll-back election.

2015-16 (upcoming year) proposed rate: $0.558500

This year’s proposed rate is the current year’s M&O of $0.467393 plus the I&S rate of $0.091107.

The maximum tax rate that the City Council may consider is the proposed tax rate of $0.558500 based on the action taken by Council on August 4th.
BUDGETARY AND FINANCIAL SUMMARY:
The budget for the General Fund and Debt Service (I&S - Interest and Sinking) Fund are funded in part based on the property tax rate.

RELATED COUNCIL COMMITTEE OR ADVISORY BOARD RECOMMENDATIONS:
Not applicable.

CITY ATTORNEY REVIEW:
Not applicable.

STAFF RECOMMENDATION:
Staff recommends Council open and conduct the public hearing for the proposed ad valorem tax rate.

SUPPORTING MATERIAL:
1. Effective Tax Rate Calculation (County)
2. Public Hearing Notice
## 2016 Effective Tax Rate Worksheet

### City of Hutto

See pages 13 to 16 for an explanation of the effective tax rate.

1. **2015 total taxable value.** Enter the amount of 2015 taxable value on the 2015 tax roll today. Include any adjustments since last year’s certification; exclude Section 25.25(d) one-third over-appraisal corrections from these adjustments. This total includes the taxable value of homesteads with tax ceilings (will deduct in line 2) and the captured value for tax increment financing (will deduct taxes in line 14).\(^1\)  
   \[
   \text{\$1,265,563,641}
   \]

2. **2015 tax ceilings.** Counties, Cities and Junior College Districts. Enter 2015 total taxable value of homesteads with tax ceilings. These include the homesteads of homeowners age 65 or older or disabled. Other units enter "0" if your taxing units adopted the tax ceiling provision in 2015 or prior year for homeowners age 65 or older or disabled, use this step.\(^2\)  
   \[
   \text{\$0}
   \]

3. **Preliminary 2015 adjusted taxable value.** Subtract line 2 from line 1.  
   \[
   \text{\$1,265,563,641}
   \]

4. **2015 total adopted tax rate.**  
   \[
   \frac{\$0.528500}{\$100}
   \]

5. **2015 taxable value lost because court appeals of ARB decisions reduced 2015 appraised value.**  
   - A. Original 2015 ARB values:  
     \[
     \text{\$1,699,366}
     \]
   - B. 2015 values resulting from final court decisions:  
     \[
     - \text{\$1,625,782}
     \]
   - C. 2015 value loss. Subtract B from A.\(^3\)  
     \[
     \text{\$73,584}
     \]

6. **2015 taxable value, adjusted for court-ordered reductions.** Add line 3 and line 5C.  
   \[
   \text{\$1,265,637,225}
   \]

7. **2015 taxable value of property in territory the unit deannexed after January 1, 2015.** Enter the 2015 value of property in deannexed territory.\(^4\)  
   \[
   \text{\$0}
   \]

8. **2015 taxable value lost because property first qualified for an exemption in 2015.** Note that lowering the amount or percentage of an existing exemption does not create a new exemption or reduce taxable value. If the taxing unit increased an original exemption, use the difference between the original exempted amount and the increased exempted amount. Do not include value lost due to freeport, "goods-in-transit" exemptions.  
   - A. Absolute exemptions. Use 2015 market value:  
     \[
     \text{\$300}
     \]
   - B. Partial exemptions. 2016 exemption amount or 2016 percentage exemption times 2015 value:  
     \[
     + \text{\$1,224,514}
     \]
   - C. Value loss. Add A and B.\(^5\)  
     \[
     \text{\$1,224,814}
     \]

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\(^1\) Tex. Tax Code § 26.012(14)  
\(^2\) Tex. Tax Code § 26.012(14)  
\(^3\) Tex. Tax Code § 26.012(13)  
\(^4\) Tex. Tax Code § 26.012(15)  
\(^5\) Tex. Tax Code § 26.012(15)
## 2016 Effective Tax Rate Worksheet (continued)

### City of Hutto

<p>| | |</p>
<table>
<thead>
<tr>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>9.</td>
<td><strong>2015 taxable value lost because property first qualified for agricultural appraisal (1-d or 1-d-1), timber appraisal, recreational/scenic appraisal or public access airport special appraisal in 2016.</strong> Use only those properties that first qualified in 2016; do not use properties that qualified in 2015.</td>
</tr>
<tr>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>A. 2015 market value:</td>
</tr>
<tr>
<td></td>
<td>B. 2016 productivity or special appraised value:</td>
</tr>
<tr>
<td></td>
<td>C. Value loss. Subtract B from A.</td>
</tr>
<tr>
<td>10.</td>
<td><strong>Total adjustments for lost value.</strong> Add lines 7, 8C and 9C.</td>
</tr>
<tr>
<td></td>
<td>$3,554,107</td>
</tr>
<tr>
<td>11.</td>
<td><strong>2015 adjusted taxable value.</strong> Subtract line 10 from line 6.</td>
</tr>
<tr>
<td></td>
<td>$1,262,083,118</td>
</tr>
<tr>
<td>12.</td>
<td><strong>Adjusted 2015 taxes.</strong> Multiply line 4 by line 11 and divide by $100.</td>
</tr>
<tr>
<td></td>
<td>$6,670,109</td>
</tr>
<tr>
<td>13.</td>
<td><strong>Taxes refunded for years preceding tax year 2015.</strong> Enter the amount of taxes refunded by the taxing unit for tax years preceding tax year 2015. Types of refunds include court decisions, Tax Code § 25.25(b) and (c) corrections and Tax Code § 31.11 payment errors. Do not include refunds for tax year 2015. This line applies only to tax years preceding tax year 2015.</td>
</tr>
<tr>
<td></td>
<td>$1,630</td>
</tr>
<tr>
<td>14.</td>
<td><strong>Taxes in tax increment financing (TIF) for tax year 2015.</strong> Enter the amount of taxes paid into the tax increment fund for a reinvestment zone as agreed by the taxing unit. If the unit has no 2016 captured appraised value in Line 16D, enter &quot;0&quot;.</td>
</tr>
<tr>
<td></td>
<td>$0</td>
</tr>
<tr>
<td>15.</td>
<td><strong>Adjusted 2015 taxes with refunds and TIF adjustment.</strong> Add lines 12 and 13, subtract line 14.</td>
</tr>
<tr>
<td></td>
<td>$6,671,739</td>
</tr>
<tr>
<td>16.</td>
<td><strong>Total 2016 taxable value on the 2016 certified appraisal roll today.</strong> This value includes only certified values and includes the total taxable value of homesteads with tax ceilings (will deduct in line 18). These homesteads includes homeowners age 65 or older or disabled.</td>
</tr>
<tr>
<td></td>
<td>A. <strong>Certified values only:</strong></td>
</tr>
<tr>
<td></td>
<td>B. <strong>Counties:</strong> Include railroad rolling stock values certified by the Comptroller's office:</td>
</tr>
</tbody>
</table>

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6 Tex. Tax Code § 26.012(15)
7 Tex. Tax Code § 26.012(13)
8 Tex. Tax Code § 26.03(c)
9 Tex. Tax Code § 26.012(13)
10 Tex. Tax Code § 26.012(15)
## 2016 Effective Tax Rate Worksheet (continued)

### City of Hutto

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<table>
<thead>
<tr>
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<tbody>
<tr>
<td><strong>16.</strong> C. Pollution control exemption: Deduct the value of property exempted for the current tax year for the first time as pollution control property:</td>
<td></td>
<td>$0</td>
</tr>
<tr>
<td></td>
<td>D. Tax increment financing: Deduct the 2016 captured appraised value of property taxable by a taxing unit in a tax increment financing zone for which the 2016 taxes will be deposited into the tax increment fund. Do not include any new property value that will be included in line 21 below.</td>
<td></td>
</tr>
<tr>
<td></td>
<td>E. Total 2016 value. Add A and B, then subtract C and D.</td>
<td></td>
</tr>
</tbody>
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<table>
<thead>
<tr>
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</tr>
</thead>
<tbody>
<tr>
<td><strong>17.</strong> Total value of properties under protest or not included on certified appraisal roll.</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>A. 2016 taxable value of properties under protest. The chief appraiser certifies a list of properties still under ARB protest. The list shows the appraisal district's value and the taxpayer's claimed value, if any or an estimate of the value if the taxpayer wins. For each of the properties under protest, use the lowest of these values. Enter the total value.</td>
<td>$33,648,135</td>
</tr>
<tr>
<td></td>
<td>B. 2016 value of properties not under protest or included on certified appraisal roll. The chief appraiser gives taxing units a list of those taxable properties that the chief appraiser knows about but are not included at appraisal roll certification. These properties also are not on the list of properties that are still under protest. On this list of properties, the chief appraiser includes the market value, appraised value and exemptions for the preceding year and a reasonable estimate of the market value, appraised value and exemptions for the current year. Use the lower market, appraised or taxable value (as appropriate). Enter the total value.</td>
<td>$0</td>
</tr>
</tbody>
</table>

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11 Tex. Tax Code § 26.03(c)
12 Tex. Tax Code § 26.01(c)
### 2016 Effective Tax Rate Worksheet (continued)

#### City of Hutto

<p>| | | |</p>
<table>
<thead>
<tr>
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</tr>
</thead>
<tbody>
<tr>
<td>17</td>
<td>C. <strong>Total value under protest or not certified.</strong> Add A and B.</td>
<td>$33,648,135</td>
</tr>
<tr>
<td>18</td>
<td><strong>2016 tax ceilings.</strong> Counties, cities and junior colleges enter 2016 total taxable value of homesteads with tax ceilings. These include the homesteads of homeowners age 65 or older or disabled. Other taxing units enter &quot;0&quot;. If your taxing units adopted the tax ceiling provision in 2015 or prior year for homeowners age 65 or older or disabled, use this step.</td>
<td>$0</td>
</tr>
<tr>
<td>19</td>
<td><strong>2016 total taxable value.</strong> Add lines 16E and 17C. Subtract line 18.</td>
<td>$1,441,914,509</td>
</tr>
<tr>
<td>20</td>
<td><strong>Total 2016 taxable value of properties in territory annexed after January 1, 2008.</strong> Include both real and personal property. Enter the 2016 value of property in territory annexed.</td>
<td>$0</td>
</tr>
<tr>
<td>21</td>
<td><strong>Total 2016 taxable value of new improvements and new personal property located in new improvements.</strong> New means the item was not on the appraisal roll in 2015. An improvement is a building, structure, fixture or fence erected on or affixed to land. New additions to existing improvements may be included if the appraised value can be determined. New personal property in a new improvement must have been brought into the taxing unit after January 1, 2015 and be located in a new improvement. New improvements do include property on which a tax abatement agreement has expired for 2016.</td>
<td>$53,112,769</td>
</tr>
<tr>
<td>22</td>
<td><strong>Total adjustments to the 2016 taxable value.</strong> Add lines 20 and 21.</td>
<td>$53,112,769</td>
</tr>
<tr>
<td>23</td>
<td><strong>2016 adjusted taxable value.</strong> Subtract line 22 from line 19.</td>
<td>$1,388,801,740</td>
</tr>
<tr>
<td>24</td>
<td><strong>2016 effective tax rate.</strong> Divide line 15 by line 23 and multiply by $100.</td>
<td>$0.480395/$100</td>
</tr>
<tr>
<td>25</td>
<td><strong>COUNTIES ONLY.</strong> Add together the effective tax rates for each type of tax the county levies. The total is the 2016 county effective tax rate.</td>
<td>$/100</td>
</tr>
</tbody>
</table>

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15 Tex. Tax Code § 26.012(6)  
16 Tex. Tax Code § 26.012(17)  
17 Tex. Tax Code § 26.012(17)  
18 Tex. Tax Code § 26.04(c)  
19 Tex. Tax Code § 26.04(d)  

A county, city or hospital district that adopted the additional sales tax in November 2015 or in May 2016 must adjust its effective tax rate. The *Additional Sales Tax Rate Worksheet* on page 39 sets out this adjustment. Do not forget to complete the *Additional Sales Tax Rate Worksheet* if the taxing unit adopted the additional sales tax on these dates.
### 2016 Rollback Tax Rate Worksheet

**City of Hutto**

See pages 17 to 21 for an explanation of the rollback tax rate.

<p>| | |</p>
<table>
<thead>
<tr>
<th></th>
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</thead>
<tbody>
<tr>
<td>26.</td>
<td>2015 maintenance and operations (M&amp;O) tax rate.</td>
</tr>
<tr>
<td></td>
<td>$0.436464/$100</td>
</tr>
<tr>
<td>27.</td>
<td>2015 adjusted taxable value. Enter the amount from line 11.</td>
</tr>
<tr>
<td></td>
<td>$1,262,083,118</td>
</tr>
<tr>
<td>28.</td>
<td>2015 M&amp;O taxes.</td>
</tr>
<tr>
<td>A.</td>
<td>Multiply line 26 by line 27 and divide by $100. $5,508,538</td>
</tr>
<tr>
<td>B.</td>
<td>Cities, counties and hospital districts with additional sales tax: Amount of additional sales tax collected and spent on M&amp;O expenses in 2015. Enter amount from full year's sales tax revenue spent for M&amp;O in 2015 fiscal year, if any. Other units, enter &quot;0.&quot; Counties exclude any amount that was spent for economic development grants from the amount of sales tax spent. + $768,894</td>
</tr>
<tr>
<td>C.</td>
<td>Counties: Enter the amount for the state criminal justice mandate. If second or later year, the amount is for increased cost above last year's amount. Other units, enter &quot;0.&quot; + $0</td>
</tr>
<tr>
<td>D.</td>
<td>Transferring function: If discontinuing all of a department, function or activity and transferring it to another unit by written contract, enter the amount spent by the unit discontinuing the function in the 12 months preceding the month of this calculation. If the unit did not operate this function for this 12-month period, use the amount spent in the last full fiscal year in which the unit operated the function. The unit discontinuing the function will subtract this amount in H below. The unit receiving the function will add this amount in H below. Other units, enter &quot;0.&quot; +/- $0</td>
</tr>
</tbody>
</table>
2016 Rollback Tax Rate Worksheet (continued)
City of Hutto

<table>
<thead>
<tr>
<th></th>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>28. (cont.)</td>
<td>E. Taxes refunded for years preceding tax year 2015: Enter the amount of M&amp;O taxes refunded during the last budget year for tax years preceding tax year 2015. Types of refunds include court decisions, Section 25.25(b) and (c) corrections and Section 31.11 payment errors. Do not include refunds for tax year 2015. This line applies only to tax years preceding tax year 2015.</td>
<td>+ $1,341</td>
</tr>
<tr>
<td></td>
<td>F. <strong>Enhanced indigent health care expenditures:</strong> Enter the increased amount for the current year's enhanced indigent health care expenditures above the preceding tax year's enhanced indigent health care expenditures, less any state assistance.</td>
<td>+ $0</td>
</tr>
<tr>
<td></td>
<td>G. <strong>Taxes in tax increment financing (TIF):</strong> Enter the amount of taxes paid into the tax increment fund for a reinvestment zone as agreed by the taxing unit. If the unit has no 2016 captured appraised value in Line 16D, enter &quot;0.&quot;</td>
<td>- $0</td>
</tr>
<tr>
<td></td>
<td>H. <strong>Adjusted M&amp;O Taxes.</strong> Add A, B, C, E and F. For unit with D, subtract if discontinuing function and add if receiving function. Subtract G.</td>
<td>$6,278,773</td>
</tr>
<tr>
<td>29.</td>
<td><strong>2016 adjusted taxable value.</strong> Enter line 23 from the Effective Tax Rate Worksheet.</td>
<td>$1,388,801,740</td>
</tr>
<tr>
<td>30.</td>
<td><strong>2016 effective maintenance and operations rate.</strong> Divide line 28H by line 29 and multiply by $100.</td>
<td>$0.452100/$100</td>
</tr>
<tr>
<td>31.</td>
<td><strong>2016 rollback maintenance and operation rate.</strong> Multiply line 30 by 1.08. (See lines 49 to 52 for additional rate for pollution control expenses.</td>
<td>$0.488268/$100</td>
</tr>
</tbody>
</table>
# 2016 Rollback Tax Rate Worksheet (continued)
## City of Hutto

### 32. Total 2016 debt to be paid with property taxes and additional sales tax revenue.

"Debt" means the interest and principal that will be paid on debts that:
1. are paid by property taxes,
2. are secured by property taxes,
3. are scheduled for payment over a period longer than one year and
4. are not classified in the unit's budget as M&O expenses.

A: Debt also includes contractual payments to other taxing units that have incurred debts on behalf of this taxing unit, if those debts meet the four conditions above. Include only amounts that will be paid from property tax revenue. Do not include appraisal district budget payments. List the debt in Schedule B: Debt Service. $1,313,698

| B: Subtract unencumbered fund amount used to reduce total debt. | $0 |
| C: Subtract amount paid from other resources. | $0 |
| D: Adjusted debt. Subtract B and C from A. | $1,313,698 |

### 33. Certified 2015 excess debt collections. Enter the amount certified by the collector. $0

### 34. Adjusted 2016 debt. Subtract line 33 from line 32. $1,313,698

### 35. Certified 2016 anticipated collection rate. Enter the rate certified by the collector. If the rate is 100 percent or greater, enter 100 percent. 100.000000%

### 36. 2016 debt adjusted for collections. Divide line 34 by line 35. $1,313,698

### 37. 2016 total taxable value. Enter the amount on line 19. $1,441,914,509

### 38. 2016 debt tax rate. Divide line 36 by line 37 and multiply by $100. $0.091107/$100

### 39. 2016 rollback tax rate. Add lines 31 and 38. $0.579375/$100

### 40. COUNTIES ONLY. Add together the rollback tax rates for each type of tax the county levies. The total is the 2016 county rollback tax rate. $/100

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A taxing unit that adopted the additional sales tax must complete the lines for the Additional Sales Tax Rate. A taxing unit seeking additional rollback protection for pollution control expenses completes the Additional Rollback Protection for Pollution Control.
Additional Sales Tax Rate Worksheet  
City of Hutto

<p>| | | |</p>
<table>
<thead>
<tr>
<th></th>
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</thead>
<tbody>
<tr>
<td>41.</td>
<td>Units that adopted the sales tax in August or November 2015, or in January or May 2016. Enter the Comptroller's estimate of taxable sales for the previous four quarters. Units that adopted the sales tax before August 2015, skip this line.</td>
<td>$0</td>
</tr>
</tbody>
</table>
|42.| Estimated sales tax revenue. Counties exclude any amount that is or will be spent for economic development grants from the amount of estimated sales tax revenue.  
UNITS THAT ADOPTED THE SALES TAX IN AUGUST OR NOVEMBER 2015, OR IN JANUARY OR MAY 2016. Multiply the amount on line 41 by the sales tax rate (.01, .005, or .0025, as applicable) and multiply the result by .95.  
-OR-  
UNITS THAT ADOPTED THE SALES TAX BEFORE AUGUST 2015. Enter the sales tax revenue for the previous four quarters. Do not multiply by .95. | $849,758 |
|43.| 2016 total taxable value. Enter the amount from line 37 of the Rollback Tax Rate Worksheet. | $1,441,914,509 |
|44.| Sales tax adjustment rate. Divide line 42 by line 43 and multiply by $100. | $0.058932/$100 |
|45.| 2016 effective tax rate, unadjusted for sales tax. Enter the rate from line 24 or 25, as applicable, on the Effective Tax Rate Worksheet. | $0.480395/$100 |
|46.| 2016 effective tax rate, adjusted for sales tax.  
UNITS THAT ADOPTED THE SALES TAX IN AUGUST OR NOVEMBER 2015, OR IN JANUARY OR MAY 2016. Subtract line 45 from line 46.  
-OR-  
UNITS THAT ADOPTED THE SALES TAX BEFORE AUGUST 2015. Enter line 46, do not subtract. | $0.480395/$100 |
|47.| 2016 rollback tax rate, unadjusted for sales tax. Enter the rate from line 39 or 40, as applicable, of the rollback tax rate worksheet. | $0.579375/$100 |
|48.| 2016 rollback tax rate, adjusted for sales tax. Subtract line 44 from line 47. | $0.520443/$100 |

If the additional sales tax rate increased or decreased from last year, contact the Comptroller's office for special instructions on calculating the sales tax projection for the first year after the rate change.
2016 Notice of Effective Tax Rate
Worksheet for Calculation of Tax Increase/Decrease

Entity Name: City of Hutto
Date: 07/26/2016

1. 2015 taxable value, adjusted for court-ordered reductions.
   Enter line 6 of the Effective Tax Rate Worksheet. $1,265,637,225

2. 2015 total tax rate.
   Enter line 4 of the Effective Tax Rate Worksheet. 0.528500

3. Taxes refunded for years preceding tax year 2015.
   Enter line 13 of the Effective Tax Rate Worksheet. $1,630

4. Last year's levy.
   Multiply Line 1 times Line 2 and divide by 100.
   To the result, add Line 3. $6,690,523

5. 2016 total taxable value. Enter Line 19 of the Effective Tax Rate Worksheet. $1,441,914,509

6. 2016 effective tax rate.
   Enter line 24 of the Effective Tax Rate Worksheet or Line 47 of the Additional Sales Tax Rate Worksheet. 0.480395

7. 2016 taxes if a tax rate equal to the effective tax rate is adopted.
   Multiply Line 5 times Line 6 and divide by 100. $6,926,885

8. Last year's total levy.
   Sum of line 4 for all funds. $6,690,523

9. 2016 total taxes if a tax rate equal to the effective tax rate is adopted.
   Sum of line 7 for all funds. $6,926,885

10. Tax Increase (Decrease).
    Subtract Line 8 from Line 9. $236,362
NOTICE OF 2016 TAX YEAR PROPOSED PROPERTY TAX RATE FOR

City of Hutto

A tax rate of $0.558500 per $100 valuation has been proposed by the governing body of City of Hutto. This rate exceeds the lower of the effective or rollback tax rate, and state law requires that two public hearings be held by the governing body before adopting the proposed tax rate.

The governing body of City of Hutto proposes to use revenue attributable to the tax rate increase for the purpose of providing revenue to continue current services and voter approved debt.

PROPOSED TAX RATE $0.558500 per $100
PRECEDING YEAR'S TAX RATE $0.528500 per $100
EFFECTIVE TAX RATE $0.480395 per $100
ROLLBACK TAX RATE $0.520443 per $100

The effective tax rate is the total tax rate needed to raise the same amount of property tax revenue for City of Hutto from the same properties in both the 2015 tax year and the 2016 tax year.

The rollback tax rate is the highest tax rate that City of Hutto may adopt before voters are entitled to petition for an election to limit the rate that may be approved to the rollback rate.

YOUR TAXES OWED UNDER ANY OF THE ABOVE RATES CAN BE CALCULATED AS FOLLOWS:

    property tax amount = (rate) x (taxable value of your property) / 100

For assistance or detailed information about tax calculations, please contact:

Deborah M Hunt, CTA
Williamson County Tax Assessor/Collector Tax Assessor-Collector
904 S Main St Georgetown, TX 78626
512-943-1603
proptax@wilco.org
http://wilco.org/CountyDepartments/TaxAssessorCollector/

You are urged to attend and express your views at the following public hearings on proposed tax rate:
First Hearing: 08/18/2016 7:00 PM at Hutto City Hall - Council Chambers, 401 W Front St.,
Hutto, TX 78634
Second Hearing: 08/25/2016 7:00 PM at Hutto City Hall - Council Chambers, 401 W Front St.,
Hutto, TX 78634
AGENDA ITEM NO.: 6A.  
AGENDA DATE: August 25, 2016

PRESENTED BY: Micah Grau, Interim City Manager

ITEM: Work session and discussion on the Proposed 2016-17 Annual Operating Budget.

STRATEGIC GUIDE POLICY: Fiscal and Budgetary

ITEM BACKGROUND:
The draft 2016-17 Budget was presented to the City Council on August 4th. A work session was held on July 21st and August 18th. This will be the final work session for the budget. The City Council will be asked to adopt a budget and a tax rate on September 1st.

BUDGETARY AND FINANCIAL SUMMARY:
Please refer to the draft budget and previous presentations related to the budget.

RELATED COUNCIL COMMITTEE OR ADVISORY BOARD RECOMMENDATIONS:
Not applicable.

CITY ATTORNEY REVIEW:
Not applicable.

STAFF RECOMMENDATION:
Not applicable.

SUPPORTING MATERIAL:
There are no supporting documents.