

RESOLUTION 2022 – 35

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF COMMERCE, TEXAS PROPOSING A PROPERTY TAX RATE OF \$0.769326 PER \$100 OF TAXABLE VALUE FOR THE CITY'S FISCAL YEAR BEGINNING OCTOBER 1, 2022; PROVIDING FOR PUBLIC HEARINGS ON THE PROPOSED TAX RATE; AND PROVIDING A DATE TO CONDUCT A FINAL VOTE TO ADOPT THE TAX RATE.

WHEREAS, the City Council of the City of Commerce ("City") is in the process of evaluating and establishing a budget and a property tax rate for its fiscal year that begins on October 1, 2022; and

WHEREAS, Section 26 of the Texas Tax Code provides for the procedures and schedules that must be followed by Cities for the adoption of a budget and a tax rate; and

WHEREAS, the City Council desires to go above and beyond the requirements of Section 26 to provide clarity and transparency to the community into the adoption of the FY23 tax rate.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF COMMERCE AS FOLLOWS:

SECTION 1. Purpose

The purpose of this resolution is to provide clarity and transparency to the community into the adoption of the FY23 Budget and Tax Rate.

SECTION 2. Tax Rate Calculations

In accordance with Section 26 of the Texas Tax Code, the following tax rate calculations apply to the City of Commerce for the fiscal year that begins on October 1, 2022:

<u>FY 2022 Property Tax Rate</u>	<u>\$0.820000</u>
FY 2023 No New Revenue Rate	\$0.694734
FY 2023 Voter Approval Rate	\$0.746307
<u>FY 2023 De Minimis Tax Rate</u>	<u>\$0.826258</u>
FY 2023 Proposed Tax Rate	\$0.769326

Under the De Minimis Tax Rate provisions of Section 26 of the Texas Tax Code, the Proposed Tax Rate of \$0.769326 does not require an election in November 2022.

SECTION 3. Public Hearings

Under the De Minimis Tax Rate provisions of Section 26 of the Texas Tax Code, it only requires one public hearing on the adoption of the FY23 Budget and the FY23 Tax Rate. The City Council will hold and conduct a public hearing on the FY23 Proposed Tax Rate.

- The public hearing will be held at a Regular City Council meeting on September 20, 2022, at 6:00 PM in the City Council Chambers of City Hall.

SECTION 4. Budget and Tax Rate Adoption

The City Council will consider the FY23 Proposed Budget and the FY23 Proposed Tax Rate for final adoption during the Regular City Council meeting on September 20, 2022, at 6:00 PM in the City Council Chambers of City Hall.

SECTION 5. This Resolution shall take effect upon its passage and approval.

NOW therefore be it resolved by the City Council of the **CITY OF COMMERCE**, Hunt County, Texas on this 16th day of August 2022, the above and foregoing Resolution was passed and approved by roll call vote, as follows:

Those Voting Aye Were:

Anthony Henry

Beckey Thompson

Stephanie Muller

Jim Ayres

Mayor Teddy Reel

Those Voting Nay Were:

Resolved this the 16th day of August 2022.

ATTEST:

Molly Jacobsen

Molly Jacobsen, City Secretary

CITY OF COMMERCE:

Teddy Reel

Teddy Reel, Mayor

(Seal)

APPROVED AS TO FORM:

Charles R. Anderson

Charles Anderson, City Attorney