

Ordinance setting a property tax rate of \$0.646264 per \$100 valuation which is effectively an 11.7% increase over the no-new-revenue tax rate.

WHEREAS, this tax levy is in accordance with the Fiscal Year 2023 operating budget adopted on September 6, 2022;

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF CORPUS CHRISTI, TEXAS:

SECTION 1. The City Council of the City of Corpus Christi does hereby levy and adopt the ad valorem tax rate on \$100 valuation for this city for tax year 2022 as follows:

\$0.399312	for the purpose of maintenance and operation
<u>0.246952</u>	for payment of principal and interest on debt
\$0.646264	Total Tax Rate

THIS TAX RATE WILL RAISE MORE TAXES FOR MAINTENANCE AND OPERATIONS THAN LAST YEAR'S TAX RATE.

THE TAX RATE WILL EFFECTIVELY BE RAISED BY 3.5% PERCENT AND WILL RAISE TAXES FOR MAINTENANCE AND OPERATIONS ON A \$100,000 HOME BY APPROXIMATELY \$13.50.

SECTION 2. There is hereby levied, to be assessed and collected in current money of the United States of America, for the use of the City of Corpus Christi, Texas, for the tax year 2022 and for each succeeding tax year thereafter, until otherwise provided and ordained, an annual ad valorem tax of \$0.399312 on each one hundred dollar value on all property, real, personal, and mixed, located within the City of Corpus Christi upon which a tax is authorized to be levied by law and upon all franchises of all individuals, partners, and corporations holding franchises in the City for defrayment of current expenses of the government of the City of Corpus Christi. Said tax shall be assessed upon 100 percent of the market value of property subject thereto. Four cents shall be dedicated for residential street reconstruction in accordance with Article VIII, Section 1(c) of the City Charter and shall be transferred from the General Fund to a dedicated fund on a monthly basis. If the tax rate is reduced by the results of an election to repeal the tax increase to the rollback tax rate, then the reduction shall first reduce the aforementioned residential street reconstruction portion of the tax rate and dedicated fund.

SECTION 3. There is hereby levied, to be assessed and collected in current money of the United States of America, for the use of the City of Corpus Christi, Texas, for the tax year 2022 and for each succeeding tax year thereafter, until otherwise provided and ordained, an annual ad valorem tax of \$0.246952 on each one hundred dollar value on all property, real, personal, and mixed, and franchises described in Section 2 of this ordinance and assessed upon 100 percent of the market value of property subject thereto, said taxes to be appropriated for the purpose of creating a sinking fund to pay the interest and principal maturities on all outstanding City of Corpus Christi bonds not otherwise provided for and including the interest, agent fees, and maturities of the following City of

**ANNUAL DEBT SERVICE DUE
FY 2022-2023**

	Principal	Interest & Fees	Total
2010 CO's – Convention Center	\$160,000	\$58,001	\$218,001
2012 Public Property Contractual Obligations	\$670,000	\$22,134	\$692,134
2012A – General Improvement - Airport	\$350,000	\$5,688	\$355,688
2013 General Obligation Bonds	\$3,945,000	\$98,625	\$4,043,625
2014 Public Property Financial Obligations	\$795,000	\$71,553	\$866,553
2015 GO Refunding 2007A & 2009	\$6,455,000	\$2,217,625	\$8,672,625
2015 General Obligation – Bond 2014	\$3,925,000	\$3,015,525	\$6,940,525
2015 Taxable CO's – Landfill	\$440,000	\$275,256	\$715,256
2016 CO's – Facilities	\$90,000	\$54,463	\$144,463
2016A GO's Refunding - Streets	\$425,000	\$104,000	\$529,000
2016A GO's Refunding - TMPC	\$755,000	\$67,159	\$822,159
2016A Tax & Limited Pledge CO's - Streets	\$695,000	\$490,025	\$1,185,025
2017 Tax & Limited Pledge CO's – Landfill	\$255,000	\$36,951	\$291,951
2018 General Improvement Bonds	\$660,000	\$770,250	\$1,430,250
2018A Comb Tax & Ltd Pledge Revenue CO's	\$580,000	\$641,400	\$1,221,400
2018B Comb Tax & Ltd Pledge Revenue CO's	\$295,000	\$273,360	\$568,360
2019A General Obligation Bonds - Parks	\$840,000	\$134,325	\$974,325
2019B Comb Tax & Surplus GO's - Airport	\$390,000	\$81,920	\$471,920
2020A General Obligation Improvement	\$2,725,000	\$3,307,875	\$6,032,875
2020B GO Refunding - Streets	\$0	\$1,214,750	\$1,214,750
2020C General Obligation Refunding Bonds Taxable	\$0	\$1,276,532	\$1,276,532
2021A Comb Tax & Ltd Pledge Revenue CO's	\$280,000	\$310,150	\$590,150
2021B Comb Tax & Ltd Pledge CO's – Landfill	\$390,000	\$167,611	\$557,611
2021C Taxable GO's Refunding – Landfill/Mix	\$7,370,000	\$292,874	\$7,662,874
2021D GO's Refunding – Airport/Mix	\$2,675,000	\$446,375	\$3,121,375
2021E GO's Refunding - Airport	\$235,000	\$56,025	\$291,025
2022A Tax Supported CO's – New Debt	\$260,000	\$539,628	\$799,628
2022B Taxable CO's – Self-supporting – New Debt	\$260,000	\$465,061	\$725,061

	Principal	Interest & Fees	Total
2022C Tax Supported GO's – New Debt	\$5,975,000	\$1,827,411	\$7,802,411
2023 General Fund Lease Payments	\$3,682,584	\$230,955	\$3,913,539
Total required for FY 2023 debt service	<u>\$45,577,584</u>	<u>\$18,553,507</u>	\$64,131,091
Less: Amount to be paid from unencumbered balance			<u>(\$271,911)</u>
Less: Self-supporting debt			<u>(\$2,953,489)</u>
Excess Collections last year			<u>(\$4,083,200)</u>
Total to be paid from taxes in FY 2023			<u>\$56,822,491</u>
Amount added in anticipation that the City will collect only 98.61% of its taxes in FY 2023			<u>\$800,966</u>
Total Debt Levy			<u>\$57,623,457</u>

In addition to the ad valorem tax levy for debt service totaling \$57,623,457 the balance of this debt, if any, incurred by the City of Corpus Christi shall be funded from sources other than ad valorem taxes.

SECTION 4. All taxes for the tax year 2022 hereby levied shall be due on receipt of the tax bill and shall be delinquent if not paid before February 1, 2023, except as otherwise provided in the Texas Property Tax Code; and penalty and interest shall be due on any delinquent taxes as provided by Chapter 33 of the Property Tax Code. No discount shall be allowed for early payment of taxes. The Texas Constitution, Property Tax Code, and other applicable laws shall govern all matters related to the taxes levied herein, and the City shall have all authority thereunder.

SECTION 5. If, for any reason, any section, paragraph, subdivision, clause, phrase, word or provision of this ordinance shall be held invalid or unconstitutional by final judgment of a court of competent jurisdiction, it shall not affect any other section, paragraph, subdivision, clause, phrase, word or provision of this ordinance, for it is the definite intent of this City Council that every section, paragraph, subdivision, clause, phrase, word or provision of this ordinance be given full force and effect for its purpose.

The foregoing ordinance was read for the first time and passed to its second reading on this the _____ day of _____, 2022 by the following vote:

Paulette Guajardo	_____	Michael Hunter	_____
Billy Lerma	_____	John Martinez	_____
Mike Pusley	_____	Ben Molina	_____
Roland Barrera	_____	Greg Smith	_____
Gil Hernandez	_____		

The foregoing ordinance was read for the second time and passed finally on this the _____ day of _____, 2022 by the following vote:

Paulette Guajardo	_____	Michael Hunter	_____
Billy Lerma	_____	John Martinez	_____
Mike Pusley	_____	Ben Molina	_____
Roland Barrera	_____	Greg Smith	_____
Gil Hernandez	_____		

PASSED AND APPROVED on this the _____ day of _____, 2022.

ATTEST:

CITY OF CORPUS CHRISTI

Rebecca Huerta
City Secretary

Paulette M. Guajardo
Mayor