



## AGENDA MEMORANDUM

Ordinance for the City Council Meeting of August 30, 2022  
Second Reading for the City Council Meeting of September 6, 2022

**DATE:** August 16, 2022  
**TO:** Peter Zaroni, City Manager  
**FROM:** Eddie Houlihan, Director of Management & Budget  
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**Ordinance ratifying the property tax increase reflected in the FY 2022-2023 Operating Budget that will require raising more revenue from property taxes than in the FY 2021-2022 Operating Budget in amount of \$16,365,789.**

### **CAPTION:**

Ordinance ratifying the property tax increase reflected in the FY 2022-2023 Operating Budget that will require raising more revenue from property taxes than in the FY 2021-2022 Operating Budget in amount of \$16,365,789.

### **SUMMARY:**

This item is to adopt the budget with the increase of \$16,365,789 in property tax revenues for the upcoming fiscal year as per charter requirement.

### **BACKGROUND AND FINDINGS:**

City Charter requires City Council to review and act on the Operating Budget on a yearly basis. The City of Corpus Christi is proposing a budget with an increase of \$16,365,789 or 11.3% in property tax revenue from last year's operating budget. The \$16,365,789 breakdown is General Fund \$4,102,920, Debt Service Fund \$10,066,876, Residential Street Reconstruction Fund \$1,120,015, and Tax Increment Reinvestment Zones \$1,075,978, and of that amount an estimated \$2,959,040 is tax revenue to be raised from new property added to the tax roll this year.

Section 102.007(c) of the Texas Local Government Code provides that adoption of a budget that will require raising more revenue from property taxes than in the previous year does require a separate vote of the City Council to ratify the property tax increase reflected in the budget. A vote under 102.007(c) is in addition to and separate from the vote to adopt the budget or the vote to set the tax rate. Therefore, a separate vote from City Council is required after each vote to adopt the budget.

### **ALTERNATIVES:**

Approval of the budget is required by the City Charter.

### **FISCAL IMPACT:**

Total proposed revenues are \$1,040,233,151 which includes an increase of \$16,365,789 in property tax revenues over the prior year.

**RECOMMENDATION:**

To adopt budget with the increase of \$16,365,789 in property tax revenues for the upcoming fiscal year as per charter requirement.

**LIST OF SUPPORTING DOCUMENTS:**

FY 2022-2023 Ordinance to ratify property tax increase