

Ordinance setting a property tax rate of \$0.599774 per \$100 valuation which is effectively an 8.3% increase over the no-new-revenue tax rate and approving the tax roll as calculated.

WHEREAS, this tax levy is in accordance with the City's fiscal year 2023-2024 operating budget adopted on September 5, 2023;

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 2023 as follows:

\$0.378825	for the purpose of maintenance and operation
<u>0.220949</u>	for payment of principal and interest on debt
\$0.599774	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 5.2 PERCENT AND WILL RAISE TAXES FOR MAINTENANCE AND OPERATIONS ON A \$100,000 HOME BY APPROXIMATELY \$18.38.

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 2023 and for each succeeding tax year thereafter, until otherwise provided and ordained, an annual ad valorem tax of \$0.378825 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. Included in this tax is the unused increment rate from the prior three tax years of \$0.006239 on each one hundred dollar value. 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 voter-approval 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 2023 and for each succeeding tax year thereafter, until otherwise provided and ordained, an annual ad valorem tax of \$0.220949 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 Corpus Christi bonds:

**ANNUAL DEBT SERVICE DUE
FY 2023-2024**

	Principal	Interest & Fees	Total
2012 Public Property Contractual Obligations	\$685,000	\$7,432	\$692,432
2014 Public Property Financial Obligations	\$820,000	\$51,850	\$871,850
2015 Taxable CO's – Landfill	\$455,000	\$261,559	\$716,559
2015 General Obligation – Bond 2014	\$4,130,000	\$2,814,150	\$6,944,150
2015 GO Refunding 2007A & 2009	\$6,780,000	\$1,886,750	\$8,666,750
2016 CO's – Facilities	\$90,000	\$52,663	\$142,663
2016A Tax & Limited Pledge CO's - Streets	\$720,000	\$465,200	\$1,185,200
2016A GO's Refunding - Streets	\$435,000	\$93,225	\$528,225
2016A GO's Refunding - TMPC	\$770,000	\$52,285	\$822,285
2017 Tax & Limited Pledge CO's – Landfill	\$260,000	\$29,136	\$289,136
2018A Comb Tax & Ltd Pledge Revenue CO's	\$610,000	\$611,650	\$1,221,650
2018B Comb Tax & Ltd Pledge Revenue CO's, Taxable	\$305,000	\$263,050	\$568,050
2018 General Improvement Bonds - Streets	\$690,000	\$736,500	\$1,426,500
2019A General Obligation Bonds - Parks	\$855,000	\$117,460	\$972,460
2019B Comb Tax & Surplus GO's – Airport, Taxable	\$400,000	\$71,808	\$471,808
2020A General Obligation Improvement	\$2,865,000	\$3,168,125	\$6,033,125
2020B GO Refunding - Streets	\$1,325,000	\$1,181,625	\$2,506,625
2020C.1 General Improvement Refunding Bonds - Airport, Taxable	\$0	\$48,143	\$48,143
2020C.2 General Improvement Refunding Bonds - Landfill, Taxable	\$0	\$115,030	\$115,030
2020C.3 General Improvement Refunding Bonds - Landfill, Taxable	\$0	\$167,825	\$167,825
2020C.4 General Improvement Refunding Bonds - Landfill, Taxable	\$0	\$145,829	\$145,829
2020C.5 General Improvement Refunding Bonds - Landfill, Taxable	\$0	\$799,705	\$799,705
2021A Comb Tax & Ltd Pledge CO's	\$295,000	\$295,775	\$590,775
2021B Comb Tax & Ltd Pledge CO's – Landfill Taxable	\$390,000	\$165,567	\$555,567
2021C.1 General Improvement Refunding – Taxable	\$7,090,000	\$144,622	\$7,234,622
2021C.2 General Improvement Refunding – Taxable	\$4,360,000	\$100,035	\$4,460,035
2021D.1 General Improvement Refunding – Airport, Taxable	\$935,000	\$356,125	\$1,291,125

	Principal	Interest & Fees	Total
2021E General Improvement Refunding – Airport, AMT	\$240,000	\$48,900	\$288,900
2022A Comb Tax & Ltd Pledge Revenue CO's	\$320,000	\$478,000	\$798,000
2022B Tax Ltd Revenue CO's – Landfill, Taxable	\$310,000	\$414,933	\$724,933
2022C General Improvement Bonds	\$985,000	\$1,482,825	\$2,467,825
2023A Comb Tax & Ltd Pledge Revenue CO's	\$140,000	\$312,257	\$452,257
2023B Comb Tax & Ltd Pledge CO's – Landfill Taxable	\$140,000	\$464,274	\$604,274
2023B Comb Tax & Ltd Pledge CO's – Golf Taxable	\$20,000	\$74,256	\$94,256
2023 General Improvement Bonds	\$780,000	\$1,779,204	\$2,559,204
2023 Ltd Tax Notes	\$385,000	\$179,146	<u>\$564,146</u>
Total required for FY 2024 debt service			\$58,021,919
Less: Amount to be paid from unencumbered balance			\$0
Less: Self-supporting debt			(\$1,233,528)
Excess Collections last year			<u>(\$0)</u>
Total to be paid from taxes in FY 2024			\$56,788,391
Amount added in anticipation that the City will collect only 97.69% of its taxes in FY 2024			<u>\$1,342,831</u>
Total Debt Levy			<u>\$58,131,222</u>

In addition to the ad valorem tax levy for debt service totaling \$58,131,222 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 2023 hereby levied shall be due on receipt of the tax bill and shall be delinquent if not paid before February 1, 2024, 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. City staff, acting through the City Manager, are directed to notify the tax assessor (“Assessor”) of the tax rate for the tax year 2023 adopted pursuant to this ordinance, which rate the Assessor shall use in calculating the tax imposed on each parcel of property included on the City’s appraisal roll, which tax amounts the Assessor shall enter in the appraisal roll and submit to the City for approval, all in accordance with Section 26.09 of the Texas Property Tax Code. Pursuant to this clause, the appraisal roll with amounts so calculated, entered, and submitted to the City is hereby approved and constitutes the City’s tax roll.

SECTION 6. 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 _____, 2023, by the following vote:

Paulette Guajardo	_____	Jim Klein	_____
Roland Barrera	_____	Mike Pusley	_____
Sylvia Campos	_____	Everett Roy	_____
Gil Hernandez	_____	Dan Suckley	_____
Michael Hunter	_____		

The foregoing ordinance was read for the second time and passed finally on this the _____ day of _____, 2023, by the following vote:

Paulette Guajardo	_____	Jim Klein	_____
Roland Barrera	_____	Mike Pusley	_____
Sylvia Campos	_____	Everett Roy	_____
Gil Hernandez	_____	Dan Suckley	_____
Michael Hunter	_____		

PASSED AND APPROVED on this the _____ day of _____, 2023.

ATTEST:

CITY OF CORPUS CHRISTI

Rebecca Huerta
City Secretary

Paulette Guajardo
Mayor