

Ordinance setting a property tax rate of \$0.626264 per \$100 valuation which is effectively a 6.63% increase over the effective tax rate; and declaring an emergency.

WHEREAS, this tax levy is in accordance with the Fiscal Year 2019 operating budget adopted on September 18, 2018;

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 2018 as follows:

\$0.406806	for the purpose of maintenance and operation
<u>0.219458</u>	for payment of principal and interest on debt
\$0.626264	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 13.27 PERCENT AND WILL RAISE TAXES FOR MAINTENANCE AND OPERATIONS ON A \$100,000 HOME BY APPROXIMATELY \$47.65.

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 2018 and for each succeeding tax year thereafter, until otherwise provided and ordained, an annual ad valorem tax of \$0.406806 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. Two cents of the maintenance and operation ad valorem tax 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 to the rollback tax rate by the results of an election pursuant to Texas Tax Code § 26.07, then the reduction shall decrease 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 2018 and for each succeeding tax year thereafter, until otherwise provided and ordained, an annual ad valorem tax of \$0.219458 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 2018-2019**

	Principal	Interest & Fees	Total
2009 General Obligation	\$380,000	\$9,500	\$389,500
2010 General Obligation	\$620,000	\$359,563	\$979,563
2010 Certificates of Obligation	\$135,000	\$84,326	\$219,326
2010 Combination Tax & Surplus Airport Certificates of Obligation	\$250,000	\$229,275	\$479,275
2012 General Obligation	\$2,070,000	\$1,629,344	\$3,699,344
2012 Public Property Contractual Obligation	\$620,000	\$78,229	\$698,229
2012 Combination Tax & Surplus Airport Certificates of Obligation (AMT)	\$200,000	\$196,850	\$396,850
2012A General Improvement (Airport) AMT	\$835,000	\$104,844	\$939,844
2012B General Improvement (Airport) Non-AMT	\$50,000	\$311,481	\$361,481
2012C General Obligation	\$3,190,000	\$553,950	\$3,743,950
2012D General Obligation	\$9,250,000	\$2,171,747	\$11,421,747
2013 General Obligation	\$3,305,000	\$3,307,100	\$6,612,100
2014 Public Property Contractual Obligation	\$710,000	\$144,936	\$854,936
2014 Tax Notes	\$1,165,000	\$46,008	\$1,211,008
2015 General Improvement Refunding Bonds (2007A and 2009)	\$0	\$2,977,900	\$2,977,900
2015 General Obligation	\$3,295,000	\$3,646,900	\$6,941,900
2015 Certificates of Obligation (Taxable)	\$400,000	\$315,902	\$715,902

	Principal	Interest & Fees	Total
2016 Certificates of Obligation	\$80,000	\$61,263	\$141,263
2016A General Improvement Refunding Bonds	\$5,745,000	\$433,500	\$6,178,500
2016A General Improvement Refunding Bonds - TMPC	\$690,000	\$131,009	\$821,009
2016A Certificates of Obligation - Streets	\$610,000	\$571,350	\$1,181,350
2017 Certificates of Obligation (Taxable) – Landfill	\$225,000	\$65,935	\$290,935
2018 General Improvement Bonds	\$0	\$992,658	\$992,658
2018A Certificates of Obligation	\$0	\$829,572	\$829,572
2018A Certificates of Obligation (Taxable)	<u>\$195,000</u>	<u>\$371,083</u>	<u>\$566,083</u>
Total required for FY 2019 debt service	<u>\$34,020,000</u>	<u>\$19,624,225</u>	\$53,644,225
Less: Amount paid from unencumbered fund balance			(\$1,409,508)
Less: Transfers for self-supporting debt			<u>(\$11,313,731)</u>
Total to be paid from taxes in FY 2019			<u>\$40,920,986</u>

In addition to the ad valorem tax levy for debt service totaling \$40,920,986, 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 2018 hereby levied shall be due on receipt of the tax bill and shall be delinquent if not paid before February 1, 2019, 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.

SECTION 6. Upon the written request of the Mayor or five Council members, copy attached, the City Council: (1) finds and declares an emergency due to the need for immediate action necessary for the efficient and effective administration of City affairs and (2) suspends the Charter rule that requires consideration of and voting upon ordinances at two regular meetings so that this ordinance is passed and takes effect upon first reading as an emergency measure this 18th day of September, 2018.

ATTEST:

CITY OF CORPUS CHRISTI

Rebecca Huerta
City Secretary

Joe McComb
Mayor

_____ day of _____, 2018

TO THE MEMBERS OF THE CITY COUNCIL
Corpus Christi, Texas

For the reasons set forth in the emergency clause of the foregoing ordinance, an emergency exists requiring suspension of the Charter rule as to consideration and voting upon ordinances at two regular meetings: I/we, therefore, request that you suspend said Charter rule and pass this ordinance finally on the date it is introduced, or at the present meeting of the City Council.

Respectfully,

Respectfully,

Joe McComb
Mayor

Council Members

The above ordinance was passed by the following vote:

Joe McComb	_____	Ben Molina	_____
Rudy Garza	_____	Lucy Rubio	_____
Paulette Guajardo	_____	Greg Smith	_____
Michael Hunter	_____	Everett Roy	_____
Debbie Lindsey-Opel	_____		