

Ordinance setting a property tax rate of \$0.646264 per \$100 valuation which is effectively a 2.16% increase over the no-new-revenue tax rate.

WHEREAS, this tax levy is in accordance with the Fiscal Year 2021 operating budget adopted on September 15, 2020;

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 2020 as follows:

\$0.426806	for the purpose of maintenance and operation
<u>0.219458</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 1.48% PERCENT AND WILL RAISE TAXES FOR MAINTENANCE AND OPERATIONS ON A \$100,000 HOME BY APPROXIMATELY \$6.24.

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 2020 and for each succeeding tax year thereafter, until otherwise provided and ordained, an annual ad valorem tax of \$0.426806 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 (\$0.04) per one hundred dollars (\$100.00) 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.

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 2020 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 2020-2021**

	Principal	Interest & Fees	Total
2010 CO's – Convention Center	\$150,000	\$71,951	\$221,951
2012 General Obligation - Streets	\$2,235,000	\$1,457,244	\$3,692,244
2012 Public Property Contractual Obligations	\$645,000	\$50,724	\$695,724
2012 Combination Tax & Surplus Airport CO's	\$215,000	\$93,788	\$308,788
2012A General Obligation - Airport	\$885,000	\$53,244	\$938,244
2012B General Obligation (Airport)	\$55,000	\$309,072	\$364,072
2012C General Obligation	\$3,445,000	\$288,650	\$3,733,650
2012D General Obligation	\$8,495,000	\$996,162	\$9,491,162
2013 General Obligation	\$3,575,000	\$1,126,875	\$4,701,875
2014 Public Property Financial Obligation	\$750,000	\$109,312	\$859,312
2014 Tax Notes	\$1,215,000	\$9,356	\$1,224,356
2015 GO Refunding 2007A & 2009	\$5,880,000	\$2,804,100	\$8,684,100
2015 GO's (Funding Bond 2014)	\$3,570,000	\$3,371,800	\$6,941,800
2015 Taxable CO's - Landfill	\$415,000	\$298,519	\$713,519
2016 CO's (Facilities)	\$85,000	\$57,963	\$142,963
2016A GO's Refunding - Streets	\$405,000	\$126,925	\$531,925
2016A GO's Refunding - TMPC	\$730,000	\$93,274	\$823,274

	Principal	Interest & Fees	Total
2016 Tax & Limited Pledge CO's - Streets	\$650,000	\$530,300	\$1,180,300
2017 Tax & Limited Pledge CO's - Landfill	\$240,000	\$51,899	\$291,899
2018 General Obligation	\$0	\$817,750	\$817,750
2018A Combination Tax & Limited Pledge CO's	\$0	\$683,400	\$683,400
2018B Combination Tax & Limited Pledge CO's - Taxable	\$275,000	\$291,367	\$566,367
2019A General Obligation - Parks	\$750,000	\$166,464	\$916,464
2019B Combination Tax & Surplus Airport CO's	\$120,000	\$98,304	\$218,304
2020A General Obligation	\$2,015,000	\$4,016,673	\$6,031,673
2020C General Obligation Refunding Bonds, Taxable	\$1,000,000	\$1,448,739	\$2,448,739
Total required for FY 2021 debt service	<u>\$37,800,000</u>	<u>\$19,423,852</u>	\$57,223,855
Less: Transfers for self-supporting debt			<u>(\$10,446,427)</u>
Less: Amount to be paid from unencumbered fund balance			<u>(\$2,874,771)</u>
Total to be paid from taxes in FY 2021			<u>\$43,902,657</u>

In addition to the ad valorem tax levy for debt service totaling \$43,902,657 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 2020 hereby levied shall be due on receipt of the tax bill and shall be delinquent if not paid before February 1, 2021, 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.

That the foregoing ordinance was read for the first time and passed to its second reading on this the _____ day of _____, 2020, by the following vote:

Joe McComb _____
Roland Barrera _____
Rudy Garza _____
Paulette M. Guajardo _____
Gil Hernandez _____

Michael Hunter _____
Ben Molina _____
Everett Roy _____
Greg Smith _____

That the foregoing ordinance was read for the second time and passed finally on this the _____ day of _____ 2020, by the following vote:

Joe McComb _____
Roland Barrera _____
Rudy Garza _____
Paulette M. Guajardo _____
Gil Hernandez _____

Michael Hunter _____
Ben Molina _____
Everett Roy _____
Greg Smith _____

PASSED AND APPROVED on this the _____ day of _____, 2020.

ATTEST:

Rebecca Huerta
City Secretary

Joe McComb
Mayor