



CITY OF ROLLINGWOOD SPECIAL CITY COUNCIL MEETING AGENDA

Thursday, August 08, 2024

Notice is hereby given that the City Council of the City of Rollingwood, Texas will hold a meeting, open to the public, in the Municipal Building at 403 Nixon Drive in Rollingwood, Texas on August 08, 2024 at 6:00 PM. Members of the public and the City Council may participate in the meeting virtually, as long as a quorum of the City Council and the presiding officer are physically present at the Municipal Building, in accordance with the Texas Open Meetings Act. The public may watch this meeting live and have the opportunity to comment via audio devices at the link below. The public may also participate in this meeting by dialing one of the toll-free numbers below and entering the meeting ID and Passcode.

Link: <https://us02web.zoom.us/j/5307372193?pwd=QmNUbmZBQ1lwUINjNmK5RnJreIRFUT09>

Toll-Free Numbers: (833) 548-0276 or (833) 548-0282

Meeting ID: 530 737 2193

Password: 9fryms

The public will be permitted to offer public comments via their audio devices when logged in to the meeting or telephonically by calling in as provided by the agenda and as permitted by the presiding officer during the meeting. If a member of the public is having difficulties accessing the public meeting, they can contact the city at mrodriguez@rollingwoodtx.gov. Written questions or comments may be submitted up to two hours before the meeting. A video recording of the meeting will be made and will be posted to the City's website and available to the public in accordance with the Texas Public Information Act upon written request.

CALL SPECIAL CITY COUNCIL MEETING TO ORDER

1. Roll Call

PUBLIC COMMENTS

Citizens wishing to address the City Council for items not on the agenda will be received at this time. Please limit comments to 3 minutes. In accordance with the Open Meetings Act, the City Council is restricted from discussing or taking action on items not listed on the agenda.

Citizens who wish to address the Council with regard to matters on the agenda will be received at the time the item is considered.

REGULAR AGENDA

- 2. Discussion and possible action to set a public hearing on the FY 2024-2025 Budget for September 4, 2024
- 3. Discussion and possible action to set a public hearing on the proposed Ad Valorem Tax Rate for September 4, 2024
- 4. Discussion and possible action to set a proposed Ad Valorem Tax Rate

ADJOURNMENT OF MEETING

CERTIFICATION OF POSTING

I hereby certify that the above Notice of Meeting was posted on the bulletin board at the Rollingwood Municipal Building, in Rollingwood, Texas and to the City website at www.rollingwoodtx.gov at 5:00 p.m. on Friday, August 2, 2024.

Ashley Wayman
Ashley Wayman, City Administrator

NOTICE -

The City of Rollingwood is committed to compliance with the Americans with Disabilities Act. Reasonable modifications and equal access to communications will be provided upon request. Please contact the City Secretary, at (512) 327-1838 for information. Hearing-impaired or speech-disabled persons equipped with telecommunication devices for the deaf may call (512) 272-9116 or may utilize the stateside Relay Texas Program at 1-800-735-2988.

The City Council will announce that it will go into executive session, if necessary, to deliberate any matter listed on this agenda for which an exception to open meetings requirements permits such closed deliberation, including but not limited to consultation with the city's attorney(s) pursuant to Texas Government Code section 551.071, as announced at the time of the closed session.

Consultation with legal counsel pursuant to section 551.071 of the Texas Government Code;
discussion of personnel matters pursuant to section 551.074 of the Texas Government Code;
real estate acquisition pursuant to section 551.072 of the Texas Government Code;
prospective gifts pursuant to section 551.073 of the Texas Government Code;
security personnel and device pursuant to section 551.076 of the Texas Government Code;
and/or economic development pursuant to section 551.087 of the Texas Government Code.
Action, if any, will be taken in open session.

AGENDA ITEM SUMMARY SHEET

City of Rollingwood

Meeting Date: August 8, 2024

Submitted By:

Staff

Agenda Item:

Discussion and possible action to set a proposed Ad Valorem Tax Rate

Background:

The purpose of this agenda item is to set the proposed Ad Valorem Tax Rate for Fiscal Year 2024-2025, beginning on October 1, 2024. The rate that is adopted at this meeting is not the final tax rate for the year, but rather is a ceiling, meaning that you can adopt a rate at or below that rate but cannot exceed it.

The tax rate options, calculated based on the city's property values, are the No New Revenue Rate and the Voter Approval Rate.

The **No New Revenue Rate** is the rate that would produce the same amount of revenues received in the previous year, if applied to the same properties taxed in both years.

The **Voter Approval Rate** is the rate that would produce about 3.5% more revenue than the year before. It is called the Voter Approval Rate because, if exceeded, the voters can petition for an election on the tax rate increase.

There are other rate options and implications, including the **De Minimis Rate** and the **8% De Minimis Rate**, but these would have included a sped-up budget timeline.

The current rate for Fiscal Year 2023-2024 is \$0.1917 per \$100 valuation.

For the upcoming fiscal year (2024-2025), the new tax rate calculations based on property values are as follows:

No New Revenue Rate: **\$0.1974** per \$100 valuation. The No New Revenue rate would produce \$1,542,426 in M&O Revenue (not including debt service).

Voter Approval Rate: **\$0.2058** per \$100 valuation. The Voter Approval Rate would produce \$1,674,769 in M&O revenue (not including debt service).

The M&O Revenue difference between the No New Revenue Rate and the Voter Approval Rate is \$132,343.

Description:

Voting Options:

Voter Approval: Move to set the proposed Ad Valorem tax rate for Fiscal year 2024-2025 at **\$0.2058** per \$100 valuation, which is the Voter Approval Rate

No New Revenue: Move to set the proposed Ad Valorem tax rate for Fiscal year 2024-2025 at **\$0.1974** per \$100 valuation, which is the No New Revenue Rate

Action Requested:

Staff recommendation is to act to set the proposed Ad Valorem Tax rate at the **Voter Approval** rate. This rate preserves the Council’s optionality during future tax rate and budget discussions as the Council can choose to set a rate at this rate or lower, but cannot go above the amount proposed today.

Fiscal Impacts:

See above. No Fiscal impacts presented at this time.

Notice About 2024 Tax Rates

(current year)

Property Tax Rates in City of Rollingwood
(taxing unit's name)

This notice concerns the 2024 property tax rates for City of Rollingwood.
(current year) (taxing unit's name)

This notice provides information about two tax rates used in adopting the current tax year's tax rate. The no-new-revenue tax rate would impose the same amount of taxes as last year if you compare properties taxed in both years. In most cases, the voter-approval tax rate is the highest tax rate a taxing unit can adopt without holding an election. In each case, these rates are calculated by dividing the total amount of taxes by the current taxable value with adjustments as required by state law. The rates are given per \$100 of property value.

Taxing units preferring to list the rates can expand this section to include an explanation of how these tax rates were calculated.

This year's no-new-revenue tax rate \$ 0.1974 /\$100

This year's voter-approval tax rate \$ 0.2058 /\$100

To see the full calculations, please visit www.rollingwoodtx.gov for a copy of the Tax Rate Calculation Worksheet.
(website address)

Unencumbered Fund Balances

The following estimated balances will be left in the taxing unit's accounts at the end of the fiscal year. These balances are not encumbered by corresponding debt obligation.

Type of Fund	Balance
Maintenance and Operations	\$ 2,633,153
Debt Service	\$ 3,362

Current Year Debt Service

The following amounts are for long-term debts that are secured by property taxes. These amounts will be paid from upcoming property tax revenues (or additional sales tax revenues, if applicable).

Description of Debt	Principal or Contract Payment to be Paid From Property Taxes	Interest to be Paid From Property Taxes	Other Amounts to be Paid	Total Payment
Debt Service 2014	\$ 145,000.00	\$ 54,750.00	\$ 0	\$ 199,750.00
Debt Service 2019	\$ 440,000.00	\$ 273,650.00	\$ 0	\$ 713,650.00
Debt Service 2020	\$ 300,000.00	\$ 15,560.00	\$ 0	\$ 315,560.00
Debt Service 2023	\$ 55,000.00	\$ 177,025.00	\$ 0	\$ 232,025.00
Debt Service 2024	\$ 35,000.00	\$ 73,020.83	\$ 0	\$ 108,020.83

(expand as needed)

Total required for <u>2024</u> debt service.....	\$ <u>1,569,005.83</u>
<i>(current year)</i>	
- Amount (if any) paid from funds listed in unencumbered funds	\$ <u>0.00</u>
- Amount (if any) paid from other resources	\$ <u>0.00</u>
- Excess collections last year	\$ <u>0.00</u>
= Total to be paid from taxes in <u>2024</u>	\$ <u>1,569,005.83</u>
<i>(current year)</i>	
+ Amount added in anticipation that the taxing unit will collect	
only <u>100.00</u> % of its taxes in <u>2024</u>	\$ <u>0.00</u>
<i>(collection rate)</i> <i>(current year)</i>	
= Total Debt Levy	\$ <u>1,569,005.83</u>

Voter-Approval Tax Rate Adjustments

State Criminal Justice Mandate

The _____ County Auditor certifies that _____ County has spent \$ _____ (minus any amount received from state revenue for such costs) in the previous 12 months for the maintenance and operations cost of keeping inmates sentenced to the Texas Department of Criminal Justice. _____ County Sheriff has provided _____ information on these costs, minus the state revenues received for the reimbursement of such costs. This increased the voter-approval tax rate by \$ _____ /\$100.

Indigent Health Care Compensation Expenditures

The _____ spent \$ _____ from July 1 _____ to June 30 _____ on indigent health care compensation procedures at the increased minimum eligibility standards, less the amount of state assistance. For the current tax year, the amount of increase above last year's enhanced indigent health care expenditures is \$ _____. This increased the voter-approval tax rate by \$ _____ /\$100.

Indigent Defense Compensation Expenditures

The _____ spent \$ _____ from July 1 _____ to June 30 _____ to provide appointed counsel for indigent individuals, less the amount of state grants received by the county. In the preceding year, the county spent \$ _____ for indigent defense compensation expenditures. The amount of increase above last year's indigent defense expenditures is \$ _____. This increased the voter-approval rate by \$ _____ /\$100 to recoup _____.

County Hospital Expenditures

The _____ spent \$ _____ from July 1 _____ to June 30 _____
(name of taxing unit) (amount) (prior year) (current year)

on expenditures to maintain and operate an eligible county hospital. In the preceding year, the _____
(taxing unit name)

spent \$ _____ for county hospital expenditures. For the current tax year, the amount of increase above last year's expenditures is

\$ _____. This increased the voter-approval tax rate by _____ /\$100 to recoup _____.
(amount of increase) (use one phrase to complete sentence: the increased expenditures, or 8% more than the preceding year's expenditures)

This notice contains a summary of the no-new-revenue and voter-approval calculations as

certified by Ashley Wayman, City Administrator 07/30/2024.
(designated individual's name and position) (date)

Visit [Texas.gov/PropertyTaxes](https://www.texas.gov/PropertyTaxes) to find a link to your local property tax database on which you can easily access information regarding your property taxes, including information about proposed tax rates and scheduled public hearings of each entity that taxes your property.

The 86th Texas Legislature modified the manner in which the voter-approval tax rate is calculated to limit the rate of growth of property taxes in the state.

CITY OF ROLLINGWOOD
ESTIMATED REVENUE

Last Updated:
7/30/2024

	CALCULATED				M&O	DEBT	
	M&O	I&S	TOTAL		REVENUE	SERVICE	
2024 NNR RATE	\$	0.0979	\$ 0.0995	\$ 0.1974	\$ 1,542,426	\$ 1,569,006	\$ 3,111,432
2024 VOTER APPROVAL RATE							
UNADJUSTED	\$	0.1029	0.0995	\$ 0.2024	\$ 1,621,202	\$ 1,569,006	\$ 3,190,208
ADJUSTED	\$	0.1063	0.0995	\$ 0.2058	\$ 1,674,769	\$ 1,569,006	\$ 3,243,775
					NNR/VAR DIFFERENCE:		
2024 TOTAL TAXABLE VALUE	\$	1,575,511,922			UNADJUSTED \$ 78,776		\$ 78,776
					ADJUSTED \$ 132,343		\$ 132,343