



Sachse, Texas

Sachse City Hall
3815-B Sachse Road
Sachse, Texas 75048

Meeting Agenda City Council Special Meeting

Monday, September 9, 2013

6:30 PM

Council Chambers

The Mayor and Sachse City Council request that all cell phones and pagers be turned off or set to vibrate. Members of the audience are requested to step outside the Council Chambers to respond to a page or to conduct a phone conversation.

The City Council of the City of Sachse will hold a Special Meeting on Monday, September 9, 2013, at 6:30 p.m. in the Council Chambers at the Sachse City Hall, 3815 Sachse Road, Building B, Sachse, Texas to consider the following items of business:

The public is invited at this time to address the Council. The Mayor will ask you to come to the Microphone and state your name and address for the record. If your remarks pertain to a specific Agenda item, please hold them until that item, at which time the Mayor may solicit your comments.

The City Council is prohibited from discussing any item not on the posted agenda according to the Texas Open Meetings Act.

1. **Open Special Meeting-----Mayor**
2. **AGENDA ITEMS**

[13-1764](#)

Discuss and Consider an ordinance of the City of Sachse, Texas, adopting the budget for fiscal year beginning October 1, 2013 and ending September 30, 2014; providing that expenditures for said fiscal year shall be made in accordance with said budget; appropriating and setting aside the necessary funds out of the general and other revenues for said fiscal year for the maintenance and operation of the various departments and for various activities and improvements of the city; providing a repealing clause; providing a severability clause; and providing an effective date.

Executive Summary

Discuss and Consider an Ordinance Adopting the Budget for the Fiscal Year Beginning October 1, 2013 and Ending September 30, 2014.

Attachments: [51SACHSE Ordinance Adopting Budget for Fiscal Year 2013 - 2014.pdf](#)
[01.02Budget Cover Page.pdf](#)
[Overview Presentation 2014 September 9 Budget Adoption.pdf](#)

13-1763

Discuss and consider the approval of an Ordinance of the City of Sachse, Texas levying ad valorem taxes for the year 2013 (Fiscal Year 2013-2014) at a rate of \$0.770819 per one hundred dollars (\$100) assessed valuation on all taxable property within the corporate limits of the City of Sachse as of January 1, 2013, to provide revenue for the payment of current expenses; providing for an interest and sinking fund for all outstanding debt of the City of Sachse; providing for due and delinquent dates together with penalties and interest, providing a severability clause; providing a repealing clause; and providing an effective date.

Executive Summary

Discuss and consider an Ordinance adopting the tax rate and levying the ad valorem taxes for the fiscal year beginning October 1, 2013 and ending September 30, 2014.

Attachments: [51SACHSE Ordinance Re Ad Valorem Taxes for Fiscal Year 2013-2014.pdf](#)

3. ADJOURNMENT

Vision Statement: Sachse is a friendly, vibrant community offering a safe and enjoyable quality of life to all who call Sachse home.

The City of Sachse reserves the right to reconvene, recess or realign the regular session or called Executive Session or order of business at any time prior to adjournment. Note: The Sachse City Council reserves the right to convene into Executive Session pursuant to the Texas Government Code, Title 5, Chapter 551 regarding posted items on the regular meeting agenda.

State law prohibits the introduction or discussion of any item of business not posted at least seventy-two (72) hours prior to the meeting time. Therefore, during Citizen Input for example, the Council is prohibited by state law to deliberate or take action on any issues introduced by the public other than to take them under advisement. Posted: September 6, 2013; 5:00 p.m.
Terry Smith, City Secretary _____.

If you plan to attend this public meeting and you have a disability that requires special arrangements at the meeting, please contact Terry Smith, City Secretary, at (972) 495-1212, 48 business hours prior to the scheduled meeting date. Reasonable accommodations will be made to assist your needs.



Legislation Details (With Text)

File #:	13-1764	Version:	1	Name:	Discuss and Consider the Budget Ordinance for Fiscal Year 2013-2014.
Type:	Agenda Item	Status:		Status:	Agenda Ready
File created:	9/4/2013	In control:		In control:	City Council
On agenda:	9/9/2013	Final action:		Final action:	
Title:	Discuss and Consider an ordinance of the City of Sachse, Texas, adopting the budget for fiscal year beginning October 1, 2013 and ending September 30, 2014; providing that expenditures for said fiscal year shall be made in accordance with said budget; appropriating and setting aside the necessary funds out of the general and other revenues for said fiscal year for the maintenance and operation of the various departments and for various activities and improvements of the city; providing a repealing clause; providing a severability clause; and providing an effective date.				
	Executive Summary Discuss and Consider an Ordinance Adopting the Budget for the Fiscal Year Beginning October 1, 2013 and Ending September 30, 2014.				
Sponsors:					
Indexes:					
Code sections:					
Attachments:	51SACHSE Ordinance Adopting Budget for Fiscal Year 2013 - 2014.pdf 01.02Budget Cover Page.pdf Overview Presentation 2014 September 9 Budget Adoption.pdf				

Date	Ver.	Action By	Action	Result
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Title

Discuss and Consider an ordinance of the City of Sachse, Texas, adopting the budget for fiscal year beginning October 1, 2013 and ending September 30, 2014; providing that expenditures for said fiscal year shall be made in accordance with said budget; appropriating and setting aside the necessary funds out of the general and other revenues for said fiscal year for the maintenance and operation of the various departments and for various activities and improvements of the city; providing a repealing clause; providing a severability clause; and providing an effective date.

Executive Summary

Discuss and Consider an Ordinance Adopting the Budget for the Fiscal Year Beginning October 1, 2013 and Ending September 30, 2014.

Background

In accordance with Section 7.05 of the City Charter, the City held public hearings on the proposed budget of programs and services for the ensuing fiscal year on August 19, 2013 and September 3, 2013. The required "Notices of Public Hearing" were published. In accordance with Section 7.02 of the City Charter, the City Council shall prior to the beginning of the next fiscal year adopt the budget by a favorable majority of the full membership of the

City Council. Final adoption of the budget by the City Council shall constitute the official appropriations as proposed by the City Manager for the fiscal year beginning October 1, 2013 and ending September 30, 2014. Additionally, the General Fund budget of programs and services shall constitute the basis of the official levy of the property tax as the amount of tax to be assessed and collected for the corresponding tax year.

Policy Considerations

This document sets the financial and operational direction of the City for the next year.

Budgetary Considerations

The proposed tax rate is \$0.770819 per \$100 of assessed value. The proposed FY 13-14 Budgeted Expenditures are as follows:

General Fund	\$11,623,751
Utility Fund	\$ 7,392,316
Debt Service Fund	\$ 2,924,531
Capital Projects Fund	\$ 792,516
Special Revenue Fund	\$ 179,999
Impact Fee Fund	\$ 350,000
Street Maintenance Tax Fund	\$ 210,000
Health Insurance Fund	\$ 765,503
Sachse EDC	<u>\$ 507,757</u>
TOTAL	\$ 24,746,373

Staff Recommendations

Staff recommends approval of an ordinance of the City of Sachse, Texas, adopting the budget for fiscal year beginning October 1, 2013 and ending September 30, 2014; providing that expenditures for said fiscal year shall be made in accordance with said budget; appropriating and setting aside the necessary funds out of the general and other revenues for said fiscal year for the maintenance and operation of the various departments and for various activities and improvements of the city; providing a repealing clause; providing a severability clause; and providing an effective date.

ORDINANCE NO. _____

AN ORDINANCE OF THE CITY OF SACHSE, TEXAS, ADOPTING THE BUDGET FOR FISCAL YEAR BEGINNING OCTOBER 1, 2013 AND ENDING SEPTEMBER 30, 2014; PROVIDING THAT EXPENDITURES FOR SAID FISCAL YEAR SHALL BE MADE IN ACCORDANCE WITH SAID BUDGET; APPROPRIATING AND SETTING ASIDE THE NECESSARY FUNDS OUT OF THE GENERAL AND OTHER REVENUES FOR SAID FISCAL YEAR FOR THE MAINTENANCE AND OPERATION OF THE VARIOUS DEPARTMENTS AND FOR VARIOUS ACTIVITIES AND IMPROVEMENTS OF THE CITY; PROVIDING A REPEALING CLAUSE; PROVIDING A SEVERABILITY CLAUSE; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, an annual budget for the fiscal year beginning October 1, 2013, and ending September 30, 2014, has been duly created by the financial office of the City of Sachse, Texas, in accordance with Chapter 102.002 of the Local Government Code; and

WHEREAS, as required by Section 7.02 of the City Charter, the City Manager has prepared and submitted to the City Council a proposed budget reflecting financial policies for the year and forecasting revenues and expenditures for conducting the affairs of the City and providing a complete financial plan for the fiscal year beginning October 1, 2013, and ending September 30, 2014; and

WHEREAS, as required by Section 7.04 of the City Charter, the proposed budget has been filed with the office of the City Secretary and the proposed budget was made available for public inspection in accordance with Chapter 102.005 of the Local Government Code and Section 7.04 of the City Charter; and

WHEREAS, a public hearing was held by the City in accordance with Chapter 102.006 of the Local Government Code and Section 7.05 of the City Charter, following due publication of notice thereof, at which time all citizens and parties of interest were given the opportunity to be heard regarding the proposed budget; and

WHEREAS, after full and final consideration, it is the opinion of the Sachse City Council that the 2013-2014 fiscal year budget as hereinafter set forth should be adopted.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SACHSE, TEXAS:

SECTION 1. That the proposed budget of the revenue and expenditures necessary for conducting the affairs of the City of Sachse, Texas for the fiscal year beginning October 1, 2013, and ending September 30, 2014, as submitted to the City Council by the City Manager, attached hereto as Exhibit "A", be and the same is hereby adopted as the budget of the City of Sachse for the fiscal year beginning October 1, 2013 and ending September 30, 2014.

SECTION 2. That the expenditures during the fiscal year beginning October 1, 2013, and ending September 30, 2014, shall be made in accordance with the budget approved by this resolution unless otherwise authorized by a duly enacted resolution of the City of Sachse, Texas.

SECTION 3. That all budget amendments and transfers of appropriations budgeted from one account or activity to another within any individual activity for the fiscal year 2012 – 2013 are hereby ratified, and the budget approval for fiscal year 2012 – 2013, heretofore enacted by the City Council, be and the same is hereby amended to the extent of such transfers and amendments for all purposes.

SECTION 4. All ordinances of the City of Sachse, Texas, in conflict with the provisions of this ordinance be, and the same are hereby, repealed; provided, however, that all other provisions of said ordinances not in conflict with the provisions of this ordinance shall remain in full force and effect.

SECTION 5. Should any word, sentence, paragraph, subdivision, clause, phrase or section of this ordinance, be adjudged or held to be void or unconstitutional, the same shall not affect the validity of the remaining portions of said ordinance which shall remain in full force and effect.

SECTION 6. This Ordinance shall take effect immediately from and after its passage as the law in such cases provides.

PASSED AND APPROVED by the City Council of the City of Sachse, Texas this the _____ day of _____, 2013.

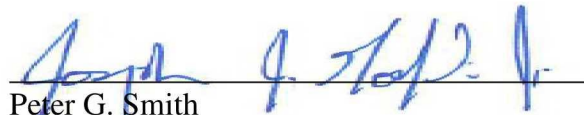
APPROVED:

Mike Felix
Mayor

DULY ENROLLED:

Terry Smith
City Secretary

APPROVED AS TO FORM:


Peter G. Smith
City Attorney
(JJG/09-05-12/62172)

City of Sachse
Budget Fiscal Year Beginning October 1, 2013
Exhibit "A"

Funds	Operating Budget	Capital Budget	Proposed Budget
General	11,588,751	35,000	11,623,751
Utility	7,392,316		7,392,316
Debt Service	2,924,531		2,924,531
Capital Projects Fund		792,516	792,516
Special Revenue	179,999		179,999
Impact Fee Fund		350,000	350,000
Street Maintenance Tax Fund		210,000	210,000
Health Insurance Fund	765,503		765,503
Economic Development Corporation	507,757		507,757
Total	\$ 23,358,857	\$ 1,387,516	\$ 24,746,373

CITY OF SACHSE, TEXAS

2013-2014 BUDGET

This budget will raise more revenue from property taxes than last year's budget by an amount of \$426,451, which is a 4.44 percent increase from last year's budget. The property tax revenue to be raised from new property added to the tax roll this year is \$254,269.

Record Vote

Name	Title	Record Vote
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Current and Preceding Property Tax Rates

	FY 2013-2014	FY 2012-2013
Property Tax Rate	0.770819	0.770819
Effective Tax Rate	0.754065	0.779629
Effective M&O Tax Rate	0.556448	0.552626
Rollback Tax Rate	0.844138	0.902163
Debt Rate	0.228125	0.201925

Municipal Debt Obligations

	FY 2013-2014	FY 2012-2013
Total Debt Obligations	\$2,924,531	\$2,806,561



PROPOSED BUDGET OVERVIEW FY 2013-2014

September 9, 2013

RECAP OF 2014 BUDGET PROCESS

- June 3—Early Citizen Input
- June 17—Work session to discuss preliminary budget
- July 13—Saturday Budget Workshop
- July 29—Special Council meeting to discuss budget and tax rate
- August 5—Accept Certified Tax Rolls and Proposed Budget, set proposed tax rate, schedule public hearings, place action item on September 9 agenda, discuss budget
- August 19—Discuss fiscal policies, discuss CIP, public hearings on budget and tax rate, discuss proposed budget
- September 3—public hearings on budget and tax rate, discuss proposed budget

Budget Calendar (remaining)

- September 9** Special City Council meeting to adopt tax rate and budget (including SEDC Budget); vote to adopt budget must be a record vote.
- October 1** New fiscal year begins
- Oct. 1-Nov. 30** Budget document finalized and printed for distribution

REQUIRED MEETINGS

- ◉ August 5th
 - Record Vote
 - Accept Budget
- ◉ August 19th
 - Public Hearing
- ◉ September 3rd
 - Public Hearing
- ◉ September 9th
 - Budget Adoption

CERTIFIED ROLLS

TRUTH-IN-TAXATION Texas Property Tax Chapter 26 of Property Tax Code

	2012 Tax Roll (as adjusted)	2013 Certified Tax Rolls	Change in Values from Prior Year	Change
Property Value				
Market Values	1,350,361,449	1,405,088,058	54,726,609	4.05%
Collin County	473,807,599	507,375,348	33,567,749	7.08%
Dallas County	876,553,850	897,712,710	21,158,860	2.41%
Taxable Values	1,245,302,261	1,300,153,809	54,851,548	4.40%
Collin County	448,850,616	479,446,859	30,596,243	6.82%
Dallas County	796,451,645	820,706,950	24,255,305	3.05%
New Construction Values	20,153,236	32,986,870	12,833,634	63.68%
Collin County	12,195,716	10,288,604	(1,907,112)	-15.64%
Dallas County	7,957,520	22,698,266	14,740,746	185.24%
Average Single Family Home Value	157,150	169,008	11,858	7.55%
Collin County	195,817	205,432	9,615	4.91%
Dallas County	143,569	154,819	11,250	7.84%

TRUTH IN TAXATION

TRUTH-IN-TAXATION Texas Property Tax Chapter 26 of Property Tax Code

	2012 Tax Roll (as adjusted)	2013 Certified Tax Rolls	Change in Values from Prior Year	Change
Current / Proposed Tax Rate	0.770819	0.770819	\$0.00000	0.00%
Debt Rate	0.201925	0.228125	\$0.02620	12.98%
Operations & Maintenance	0.568894	0.542694	(\$0.02620)	-4.61%
Total Tax Revenue	\$9,599,026	\$9,890,464	\$198,173	2.06%
Debt	2,514,577	2,927,097	412,520	16.41%
Operations	7,084,450	6,870,103	(214,347)	-3.03%
TIF		93,264		
1¢ on the tax rate (equivalent)	\$ 122,528	\$ 128,311	\$5,784	4.72%
Amount of taxes imposed at the proposed tax rate	\$9,599,026	\$9,890,464	\$291,437	3.04%

EFFECTIVE / ROLLBACK TAX RATES

TRUTH-IN-TAXATION Texas Property Tax Chapter 26 of Property Tax Code

	<u>2012</u>	<u>2013</u>
Effective Tax Rate (ETR)	0.779629	0.750647
Rollback Tax Rate (RTR)	0.902163	0.840343

COMPENSATION PROPOSAL

Option 4

- Partial Phase-in of Public Safety Step Plan
 - Single year limit of 2 step increase
 - Employees already at top tier would be eligible for one-time payment up to 2%(merit)
 - Employees already in the correct step would receive appropriate step increase on anniversary date

Non-Public Safety Employees

- 2% Cost of living adjustment(COLA) effective 1st full pay period in October
- Up to an additional 2% merit increase
- Cost of Proposal: \$313,659

SUPPLEMENTALS: RECURRING

ITEM	DEPARTMENT	BUDGET
Reclassification of Crew Leader and Recreation Coordinator	Parks and Recreation	\$7,284
Increase overtime	Parks and Recreation	\$2,000
Ebooks and Platform Fee	Library	\$7,000
Additional seasonal hours for part-time	Library	\$1,198
Reclassification of Secretary	Community Development	\$2,351
Annual Inspections(Alarms, Backflow, Sprinkler)	Facilities Maintenance	\$4,000
Work Order Tracking Software	Facilities Maintenance	\$5,063
Staffing Software	Police/Fire	\$2,400
Shelter Attendant PT to FT	Animal Control	\$22,737
Hire PT Code Enforcement Officer	Fire	\$26,498
Reclassify CAD Tech to Construction Inspector	Engineering	\$5,018
Reclassify Graduate Engineer to Project Manager	Engineering	\$3,613
TOTAL		\$89,162

SUPPLEMENTALS: ONE-TIME

ITEM	DEPARTMENT	BUDGET
Toro MX 6080 Comm. Mower	Parks	\$8,500
Circulation Desk Chairs	Library	\$400
Replace 1 ton chassis cab	Streets	\$25,000
Replace crack seal machine	Streets	\$50,000
Tasers	Police	\$6,000
Utility Rate Study	Util. Admin	\$29,938
TOTAL		\$119,838

SUPPLEMENTALS

General Fund

	ITEMS	FUNDS
REQUESTED	61	\$1,757,126
FUNDED FY 2013	9	\$196,783
FUNDED FY 2014	17	\$179,062

SUPPLEMENTALS

Utility Fund

	ITEMS	FUNDS
REQUESTED	2	\$44,938
POSSIBLY FUNDED	1	\$29,938

OVERVIEW - GENERAL FUND

REVENUE

2012-2013 Budget \$11,511,066

2013-2014 Proposed Budget \$11,691,119

OVERVIEW - GENERAL FUND

REVENUE BY SOURCE

Property Taxes	\$6,866,469
Sales Tax	\$ 875,193
Franchise Fees	\$1,431,811
Licenses and Permits	\$ 531,650
Fees	\$ 531,173
Fines	\$ 365,000
Interest	\$ 5,000
Allocated Overhead	\$ 943,726
Miscellaneous	\$ 141,097

OVERVIEW - GENERAL FUND

EXPENDITURES

2012-2013 Budget	\$11,509,617
2013-2014 Proposed Budget	\$11,623,751

Proposed Budget Expenditure Summary			
2013-2014 Fiscal Year			
	FY 12-13 Approved Budget	FY 13-14 Proposed Budget	Change
GENERAL FUND			
City Manager	294,468	316,601	22,133
City Secretary	153,366	161,036	7,670
Human Resources	248,104	238,777	(9,327)
Finance	478,268	488,373	10,105
Municipal Court	166,610	171,190	4,580
Parks & Recreation	737,643	778,069	40,426
Senior Programs	104,312	106,526	2,214
Library Services	291,436	295,001	3,565
Community Development	603,315	612,652	9,337
Streets & Drainage	1,138,483	1,060,526	(77,957)
Facilities Maintenance	325,081	319,638	(5,443)
Police	3,170,903	3,165,608	(5,295)
Animal Control	137,201	154,026	16,825
Fire/EMS	2,209,598	2,274,839	65,241
Combined Services	1,176,674	1,217,006	40,332
Engineering	274,155	263,883	(10,272)
	11,509,617	11,623,751	114,134

SUMMARY GENERAL FUND

Proposed Revenue	\$11,693,010
Proposed Expenditures with Compensation Adjustment and Supplemental Requests	(\$11,623,751)
Revenues over Expenditures	\$69,259

OVERVIEW - UTILITY FUND

REVENUE

2012-2013 Budgeted Revenue \$7,313,131
 2013-2014 Proposed Revenue \$7,321,991

OVERVIEW - UTILITY FUND

REVENUE BY SOURCE

Water	\$4,062,949
Sewer	\$3,092,342
Fees and Charges	\$ 162,200
Interest	\$ 3,500
Miscellaneous	\$ 1,000

OVERVIEW - UTILITY FUND

EXPENDITURES

2012-2013 Budget	\$7,130,772
2013-2014 Proposed Budget	\$7,392,316

**Proposed Budget Expenditure Summary
2013-2014 Fiscal Year**

	FY 12-13 Budget	FY 13-14 Proposed	Change
Utility Fund			
Utility Administration	250,758	268,754	17,996
Water Operations	3,823,654	3,990,717	167,063
Sewer Operations	2,934,366	3,006,735	72,369
Meter Reading	121,994	126,110	4,116
	7,130,772	7,392,316	261,544

SUMMARY UTILITY FUND

Proposed Revenue	\$7,321,991
Proposed Expenditures with Compensation Adjustment and Supplemental Requests	(\$7,392,316)
Revenues over Expenditures	(\$70,325)

CAPITAL BUDGET SUMMARY

CATEGORY	AMOUNT
Street Projects	710,000
Water Projects	88,000
Sewer Projects	589,516
TOTAL	1,387,516

CAPITAL FUNDING SUMMARY

FUNDING SOURCE	AMOUNT
Street Maintenance Tax	210,000
Roadway Impact Fees	350,000
General Fund	35,000
General Capital Project Funds	567,209
RCC	225,307
TOTAL	1,387,516

COMBINED BUDGET SUMMARY

FUND	REVENUE	EXPENDITURES
GENERAL	11,693,010	11,623,751
UTILITY	7,321,991	7,392,316
DEBT SERVICE	2,917,326	2,924,531
CAPITAL PROJECTS		792,516
SPECIAL REVENUE	32,865	179,999
IMPACT FEES	238,000	350,000
STREET MAINT TAX	215,400	210,000
HEALTH INSURANCE	765,503	765,503
SEDC	437,296	507,757
TOTAL	23,621,391	24,746,373

THIS CONCLUDES OUR
2013-2014 BUDGET
PRESENTATION



Legislation Details (With Text)

File #:	13-1763	Version:	1	Name:	Discuss and Consider 2013 Tax Levy Ordinance
Type:	Agenda Item	Status:		Status:	Agenda Ready
File created:	9/4/2013	In control:		In control:	City Council
On agenda:	9/9/2013	Final action:			
Title:	Discuss and consider the approval of an Ordinance of the City of Sachse, Texas levying ad valorem taxes for the year 2013 (Fiscal Year 2013-2014) at a rate of \$0.770819 per one hundred dollars (\$100) assessed valuation on all taxable property within the corporate limits of the City of Sachse as of January 1, 2013, to provide revenue for the payment of current expenses; providing for an interest and sinking fund for all outstanding debt of the City of Sachse; providing for due and delinquent dates together with penalties and interest, providing a severability clause; providing a repealing clause; and providing an effective date.				
	Executive Summary Discuss and consider an Ordinance adopting the tax rate and levying the ad valorem taxes for the fiscal year beginning October 1, 2013 and ending September 30, 2014.				
Sponsors:					
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Code sections:					
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Date	Ver.	Action By	Action	Result
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Title

Discuss and consider the approval of an Ordinance of the City of Sachse, Texas levying ad valorem taxes for the year 2013 (Fiscal Year 2013-2014) at a rate of \$0.770819 per one hundred dollars (\$100) assessed valuation on all taxable property within the corporate limits of the City of Sachse as of January 1, 2013, to provide revenue for the payment of current expenses; providing for an interest and sinking fund for all outstanding debt of the City of Sachse; providing for due and delinquent dates together with penalties and interest, providing a severability clause; providing a repealing clause; and providing an effective date.

Executive Summary

Discuss and consider an Ordinance adopting the tax rate and levying the ad valorem taxes for the fiscal year beginning October 1, 2013 and ending September 30, 2014.

Background

Two public hearings have been conducted on the proposed Fiscal Year 2013-2014 tax rate in "good faith" to comply with Chapter 26 of the State Property Tax Code. The public hearings were advertised and held on August 19th and September 3rd. The purpose of this agenda item is for City Council to consider adopting a Tax Rate Ordinance assessing a levy against all taxable properties in the City of Sachse for the purpose of raising revenue to provide payment of current operational expenses and current debt obligations. The tax rate is

comprised of two components as follows:

	<u>FY 2012-2013</u>	<u>FY 2013-2014</u>
Debt Service (I&S)	\$0.201925	\$0.228125
Operations (M&O)	<u>\$0.568894</u>	<u>\$0.542694</u>
Total	\$0.770819	\$0.770819

This year's tax levy to fund maintenance and operations expenditures does not exceed last year's maintenance and operations tax levy; however, the proposed tax rate, though unchanged from the previous year, does exceed the calculated effective tax rate for 2013 and requires specific language in the adoption of the rate which identifies the rate as an *effective* tax increase.

Budgetary Considerations

The property tax rate is sufficient to cover typical general purpose operational expenditures such as public safety and the City's bonded debt service payments due in Fiscal Year 2013-2014.

Staff Recommendations

City staff recommends approval of an Ordinance of the City of Sachse, Texas levying ad valorem taxes for the year 2013 (Fiscal Year 2013-2014) at a rate of \$0.770819 per one hundred dollars (\$100) assessed valuation on all taxable property within the corporate limits of the City of Sachse as of January 1, 2013, to provide revenue for the payment of current expenses; providing for an interest and sinking fund for all outstanding debt of the City of Sachse; providing for due and delinquent dates together with penalties and interest, providing a severability clause; providing a repealing clause; and providing an effective date.

ORDINANCE NO. _____

AN ORDINANCE OF THE CITY OF SACHSE, TEXAS, LEVYING AD VALOREM TAXES FOR THE YEAR 2013 (FISCAL YEAR 2013 - 2014) AT A RATE OF \$0.770819 PER ONE HUNDRED DOLLARS (\$100) ASSESSED VALUATION ON ALL TAXABLE PROPERTY WITHIN THE CORPORATE LIMITS OF THE CITY OF SACHSE AS OF JANUARY 1, 2013, TO PROVIDE REVENUE FOR THE PAYMENT OF CURRENT EXPENSES; PROVIDING FOR AN INTEREST AND SINKING FUND FOR ALL OUTSTANDING DEBT OF THE CITY OF SACHSE; PROVIDING FOR DUE AND DELINQUENT DATES TOGETHER WITH PENALTIES AND INTEREST; PROVIDING A SEVERABILITY CLAUSE; PROVIDING A REPEALING CLAUSE; AND PROVIDING AN EFFECTIVE DATE.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SACHSE, TEXAS, THAT:

SECTION 1. There is hereby levied for the tax year 2013 on all taxable property, real, personal and mixed, situated within the corporate limits of the City of Sachse, Texas, and not exempt by the Constitution of the State and valid State laws, a tax of \$0.770819 on each One Hundred Dollars (\$100) assessed valuation of taxable property, and shall be, apportioned and distributed as follows:

- (a) For the purpose of defraying the current expenditures of the municipal government of the City of Sachse, a tax of \$0.542694 on each and every One Hundred Dollars (\$100) assessed value on all taxable property; and
- (b) For the purpose of creating a sinking fund to pay the interest and principal maturities of all outstanding debt of the City of Sachse, not otherwise provided for, a tax of \$0.228125 on each One Hundred Dollars (\$100) assessed value of taxable property within the City of Sachse, and shall be applied to the payment of interest and maturities of all such outstanding debt of the City.

SECTION 2. All ad valorem taxes shall become due and payable on October 1, 2013, and all ad valorem taxes for the year shall become delinquent if not paid prior to February 1, 2014. There shall be no discount for payment of taxes prior to February 1, 2014. A delinquent tax shall incur all penalty and interest authorized by law, to wit:

- (a) A penalty of six percent on the amount of the tax for the first calendar month it is delinquent, plus one percent for each additional month or portion of a month the tax remains unpaid prior to July 1 of the year in which it becomes delinquent.
- (b) Provided, however, a tax delinquent on July 1, 2014, incurs a total penalty of twelve percent of the amount of delinquent tax without regard to the number of months the tax has been delinquent. A delinquent tax shall also accrue interest at the rate of one percent for each month or portion of a month the tax remains

unpaid. Taxes for the year 2013 and taxes for all future years that become delinquent on or after February 1 but not later than May 1, that remain delinquent on July 1 of the year in which they become delinquent, incur an additional penalty in the amount of twenty percent (20%) of taxes, penalty and interest due, pursuant to Texas Property Tax Code Section 6.30 and 33.07, as amended. Taxes assessed against tangible personal property for the year 2013 and for all future years that become delinquent on or after February 1 of a year incur an additional penalty on the later of the date the personal property taxes become subject to the delinquent tax attorney's contract, or 60 days after the date the taxes become delinquent, such penalty to be in the amount of twenty percent (20%) of taxes, penalty and interest due, pursuant to Texas Property Tax Code Section 33.11. Taxes for the year 2013 and taxes for all future years that remain delinquent on or after June 1 under Texas Property Tax Code Sections 26.07(f), 26.15(e), 31.03, 31.031, 31.032 or 31.04 incur an additional penalty in the amount of twenty percent (20%) of taxes, penalty and interest due, pursuant to Texas Property Tax Code Section 6.30 and Section 33.08, as amended.

SECTION 3. The taxes are payable at the Dallas County Tax Office if the property is located in Dallas County; or, at the Collin County Tax Office if the property is located in Collin County.

SECTION 4. The City shall have available all the rights and remedies provided by law for the enforcement of the collection of taxes levied under this ordinance.

SECTION 5. The tax roll as presented to the City Council, together with any supplements thereto, be and the same are hereby approved.

SECTION 6. Should any word, sentence, paragraph, subdivision, clause, phrase or section of this ordinance, be adjudged or held to be void or unconstitutional, the same shall not affect the validity of the remaining portions of said ordinance which shall remain in full force and effect.

SECTION 7. All ordinances of the City of Sachse, Texas, in conflict with the provisions of this ordinance be, and the same are hereby, repealed; provided, however, that all other provisions of said ordinances not in conflict with the provisions of this ordinance shall remain in full force and effect.

SECTION 8. This ordinance shall take effect immediately from and after its passage, as the law and charter in such cases provide.

PASSED AND APPROVED by the City Council of the City of Sachse, Texas this the _____ day of _____, 2013.

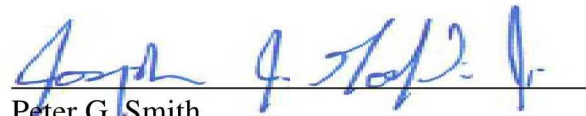
APPROVED:

Mike Felix
Mayor

DULY ENROLLED:

Terry Smith
City Secretary

APPROVED AS TO FORM:



Peter G. Smith
City Attorney
(JJG/09-05-12/62169)