

**TOWN OF ADDISON, TEXAS**

**ORDINANCE NO. \_\_\_\_\_**

**AN ORDINANCE LEVYING TAXES FOR THE TOWN OF ADDISON, TEXAS AND FIXING AND ADOPTING THE TAX RATE ON ALL TAXABLE PROPERTY FOR THE YEAR 2019 AT A RATE OF \$0.591133 PER ONE HUNDRED DOLLARS (\$100.00) VALUATION ON ALL TAXABLE PROPERTY WITHIN THE CORPORATE LIMITS OF THE TOWN OF ADDISON AS OF JANUARY 1, 2019, THE SAID TAX RATE HAVING A MAINTENANCE AND OPERATIONS COMPONENT AND A DEBT SERVICE COMPONENT; PROVIDING FOR A PENALTY AND INTEREST FOR DELINQUENT TAXES; AND PROVIDING AN EFFECTIVE DATE.**

**WHEREAS**, pursuant to Texas Tax Code Chapter 26, the Tax Assessor-Collector for the Town of Addison, Texas (the "City") has calculated the tax rate for the fiscal year 2019-2020 which cannot be exceeded without requisite publications and public hearings; and

**WHEREAS**, the tax rate for the fiscal year 2019-2020 as initially contemplated (proposed) by the City Council did, and as adopted herein does, exceed the said rate calculated by the Tax Assessor-Collector; and

**WHEREAS**, the Town of Addison complied with the State of Texas Truth-in-Taxation laws and advertised the proposed tax rate and conducted two public hearings on the tax rate, and all notices and hearings and other applicable steps required by law as a prerequisite to the passage, approval, and adoption of this Ordinance have been timely and properly given and held; and

**WHEREAS**, Section 26.05(a), Tex. Tax Code, provides that the tax rate consists of two components (one of which will impose the amount of taxes needed to pay debt service, and the other of which will impose the amount of taxes needed to fund maintenance and operation expenses for the next year), and each of such components must be approved separately, the tax rate set forth herein consists of those two components and they are approved separately; and

**WHEREAS**, upon full review and consideration of the matter, the City Council is of the opinion that the tax rate for the year 2019 set, fixed and adopted herein below is proper.

**NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE TOWN OF ADDISON, TEXAS:**

**Section 1.** That there is hereby levied and ordered to be assessed and collected an ad valorem tax rate of \$0.591133 on each One Hundred Dollars (\$100.00) of assessed valuation for all taxable property located in the Town of Addison on the 1st day of January 2019, and not exempted from taxation by the constitution and laws of the State of Texas to provide for the expenses of the Town of Addison for the Fiscal Year beginning October 1, 2019 and ending September 30, 2020. The said tax is made up of five components, as set forth in Section 2 and Section 3 of this Ordinance.

THE TOWN OF ADDISON ADOPTED A TAX RATE THAT WILL RAISE MORE TAXES FOR MAINTENANCE AND OPERATIONS THAN LAST YEAR'S TAX RATE. THIS TAX RATE WILL EFFECTIVELY BE RAISED BY 8 PERCENT AND WILL RAISE TAXES FOR MAINTENANCE AND OPERATIONS ON A \$100,000 HOME BY APPROXIMATELY \$34.40.

**Section 2.** That \$0.411750 of said taxes shall be for the maintenance and operations of the Town of Addison, of which \$0.411833 of said taxes shall be for the purposes of the General Fund, \$0.023716 shall be for the purposes of economic development, and \$0.006201 shall be for the purposes of the Infrastructure Investment Fund.

**Section 3.** That \$0.149383 of said taxes shall be for the purpose of paying interest and principal on the General Obligation and Certificates of Obligation debt for the Town of Addison.

**Section 4.** That the Tax Assessor-Collector or his /her designee is hereby authorized to assess and collect the tax rates and amounts herein levied.

**Section 5.** That the taxes levied by this Ordinance shall be due and payable on October 1, 2019, and shall become delinquent on February 1, 2020. Penalty and interest will attach and accrue on delinquent taxes as provided by Section 33.01 of the Texas Tax Code.

**Section 6.** Taxes that are and remain delinquent on July 1, 2020 incur an additional penalty not to exceed twenty percent (20%) of the amount of delinquent taxes, penalty and interest collected; such additional penalty is to defray the costs of collection due to pursuant to the contract with the Town's attorney authorized by Section 6.30 of the Texas Tax Code, as amended.

**Section 7.** The above and foregoing recitals are true and correct and are incorporated into this Ordinance and made a part hereof for all purposes.

**Section 8.** That this Ordinance shall take effect and be in force from and after its adoption and publication as may be required by applicable law, including the Town Charter.

On the following motion by \_\_\_\_\_: "I move that the property tax rate be increased by the adoption of a tax rate of \$0.591133 per \$100 valuation, which is effectively a 7.02 percent increase in the tax rate"; seconded by \_\_\_\_\_, the above and foregoing ordinance was passed and approved by roll call vote as follows:

Mayor Joe Chow \_\_\_\_\_  
Mayor Pro Tempore Paul Walden \_\_\_\_\_  
Deputy Mayor Pro Tempore Tom Braun \_\_\_\_\_  
Councilmember Ivan Hughes \_\_\_\_\_  
Councilmember Guillermo Quintanilla \_\_\_\_\_  
Councilmember Marlin Willesen \_\_\_\_\_  
Councilmember Lori Ward \_\_\_\_\_

\_\_\_\_\_ voted in favor of the motion \_\_\_\_\_ voted against the motion

Motion carried \_\_\_\_\_

**PASSED AND APPROVED** by the City Council of the Town of Addison, Texas this the 10<sup>th</sup> day of September, 2019.

Joe Chow,

Mayor ATTEST:

By: \_\_\_\_\_  
Irma Parker, City Secretary

APPROVED AS TO FORM:

By: \_\_\_\_\_  
Brenda N. McDonald, City Attorney