



# **City of San Marcos**

## **FY 2024 Property Tax Rate Public Hearing**

September 5, 2023

# Budget Calendar



BUDGET EVENT	DATE	DONE
<del>Council Strategic Planning and Visioning</del>	<del>January 26 – 27</del>	✓
<del>Budget Policy Workshop</del>	<del>February 23</del>	✓
<del>Budget Policy Adoption</del>	<del>March 21</del>	✓
Budget Workshop #1	May 16	✓
Budget Workshop #2	June 29	✓
<del>Budget Workshop #3 – Proposed Budget Submitted</del>	<del>August 15</del>	✓
<del>Maximum Proposed Tax Rate Set</del>	<del>August 15</del>	✓
<del>Neighborhood Commission Budget Presentation</del>	<del>August 16</del>	✓
<del>Budget Workshop #4 (If needed)</del>	<del>August 21</del>	Not Needed
Public Hearings on Budget and Tax Rate	September 5 & 19	
Budget and Tax Rate Adoption (1 <sup>st</sup> & 2 <sup>nd</sup> Reading)	September 5 & 19	

**PRELIMINARY  
TAX ROLL:  
APRIL 30<sup>th</sup>** ✓

**CERTIFIED  
TAX ROLL:  
JULY 25<sup>th</sup>** ✓



# Property Tax Rate Definitions

- No New Revenue Rate (NNR) - 53.05¢: tax rate that will produce the same amount of tax revenue as the previous fiscal year on properties taxed in both fiscal years
- Proposed Budget Rate & Maximum Rate - 60.30¢: tax rate used to prepare the FY 2024 Proposed Budget and the tax rate ceiling set by City Council on August 15, 2023
- Current Rate - 60.30¢: tax rate for the current fiscal year
- Voter Approval Rate - 68.87¢: maximum rate allowed by law without voter approval and is calculated by increasing the operation component of the NNR by 3.5% and adding any unused increment from the prior 3 years

# Property Tax Rate Comparison (Net of TIRZ)



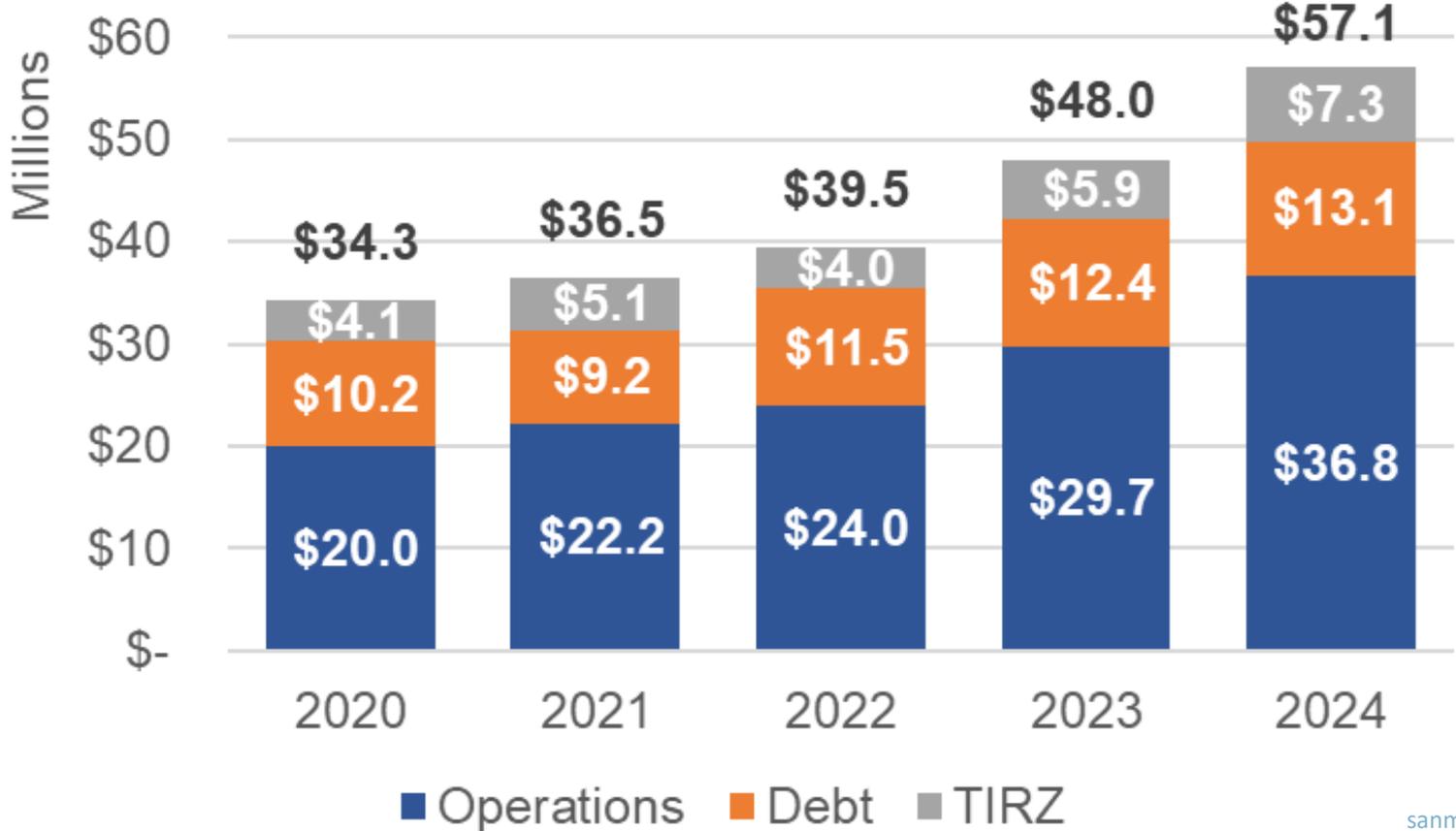
	<u>Tax Rate</u>	<u>Property Tax Revenue</u>	<u>Difference from Budgeted Rate</u>
No-New-Revenue Rate	53.05¢	\$ 43,840,732	\$ (5,991,429)
<b>Proposed Budget &amp; Maximum Rate</b>	<b>60.30¢</b>	<b>\$ 49,832,161</b>	<b>\$ -</b>
Current Rate	60.30¢	\$ 49,832,161	\$ -
Voter-Approval Rate	68.87¢	\$ 56,914,444	\$ 7,082,283

# Homestead Taxable Value Comparison

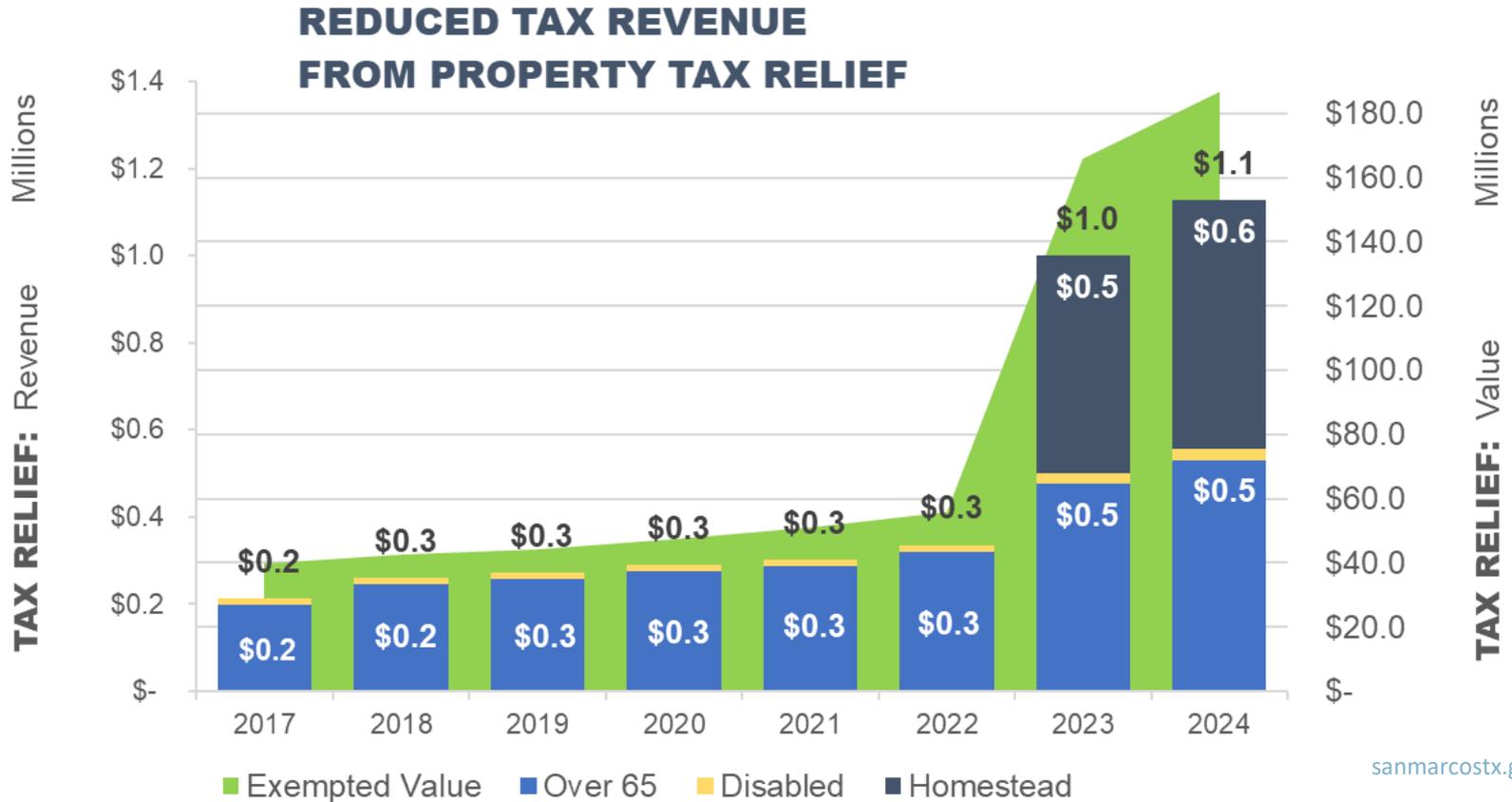


	<u>FY 2023</u>	<u>FY 2024</u>	<u>Difference</u>
Average Home Value	\$ 294,660	\$ 338,218	\$ 43,557
Homestead Exemption	\$ (15,000)	\$ (15,000)	\$ -
Taxable Value	\$ 279,660	\$ 323,218	\$ 43,557
Tax Rate	60.30¢	60.30¢	0.00¢
Annual Tax Levy*	\$ 1,686	\$ 1,949	\$ 263
Monthly Cost	\$ 141	\$ 162	\$ 22
Annual Savings:			
Homestead Exemption	\$ 90	\$ 90	\$ -

# Property Tax Revenue at 98%



# City Council Approved Tax Exemptions





# Next Steps

- At the conclusion of the public hearing, City Council must announce that the vote on the tax rate will occur on September 19, 2023, at 6:00 PM and will be held at San Marcos City Hall

## September 19

- Hold second public hearing on budget and tax rate
- Vote to adopt the FY 2024 Budget
- Ratify the property tax revenue increase
- Set the tax rate

# Thank You



***Stephanie Reyes***

*City Manager*

***Jon Locke***

*Director of Finance*

***Joe Pantalione***

*Assistant City Manager*

***Ismael Garcia***

*Assistant Director of Finance*

***Laurie Moyer***

*Assistant City Manager*

***Trisha Patek***

*Budget Manager*

***Chase Stapp***

*Assistant City Manager*

***Brigitte Clack***

*Financial/Budget Analyst*

Document links:

[FY24 Proposed Budget](#)

[Capital Improvement Program FY 2024-2033](#)