

NOTICE OF PUBLIC HEARING ON TAX INCREASE

A tax rate of .374927 per \$100 valuation has been proposed by the governing body of the City of Hedwig Village

PROPOSED TAX RATE	\$0.374927 per \$100
NO-NEW REVENUE TAX RATE	\$0.313239 per \$100
VOTER-APPROVAL TAX RATE	\$0.351374 per \$100
DE MINIMIS RATE	\$0.374927 per \$100

The no-new-revenue tax rate is the tax rate for the 2020 tax year that will raise the same amount of property tax revenue for the City of Hedwig Village from the same properties in both the 2019 tax year and the 2020 tax year.

The voter-approval tax rate is the highest tax rate that the City of Hedwig Village may adopt without holding an election to seek voter approval of the rate, unless the de minimis rate for the City of Hedwig Village exceeds the voter-approval tax rate for the City of Hedwig Village.

The de minimis rate is the rate equal to the sum of the no-new-revenue maintenance and operations rate for the City of Hedwig Village, the rate that will raise \$500,000, and the current debt rate for the City of Hedwig Village.

The proposed tax rate is greater than the no-new-revenue tax rate. This means that the City of Hedwig Village is proposing to increase property taxes for the 2020 tax year.

A public hearing on the proposed tax rate will be held on September 10, 2020 at 6:00 p.m. at the City of Hedwig Village, City Hall 955 Piney Point Road, Hedwig Village, TX 77024.

The proposed tax rate is greater than the voter-approval tax rate, but not greater than the de minimis rate. However, the proposed tax rate exceeds the rate that allows voters to petition for an election under Section 26.075, Tax Code. If the City of Hedwig Village adopts the proposed tax rate, the qualified voters of the City of Hedwig Village may petition the City of Hedwig Village to require an election to be held to determine whether to reduce the proposed tax rate. If a majority of the voters reject the proposed tax rate, the tax rate of the City of Hedwig Village will be the voter-approval tax rate of the City of Hedwig Village.

YOUR TAXES OWED UNDER ANY OF THE TAX RATES MENTIONED ABOVE CAN BE CALCULATED AS FOLLOWS:

$$\text{property tax amount} = (\text{tax rate}) \times (\text{taxable value of your property}) / 100$$

The members of the governing body voted on the proposed tax increase as follows:

FOR:

- | | |
|------------------------|-----------------------|
| Councilmember Folloder | Councilmember Johnson |
| Councilmember Mathews | Councilmember Smith |
| Councilmember Woodruff | |

AGAINST: None

PRESENT and not voting:

Mayor Brian T. Muecke

ABSENT: None

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.

The following table compares the taxes imposed on the average residence homestead by the City of Hedwig Village last year to the taxes proposed to be imposed on the average residence homestead by the City of Hedwig Village this year:

	2019	2020	Change
Total Tax Rate (per \$100 of value)	\$0.323478	\$0.374927	<i>increase of</i> \$0.051449 OR 15.90%
Average homestead taxable value	\$1,072,543	\$1,078,495	<i>increase of</i> 0.55%
Tax on average homestead	\$3,469	\$4,044	<i>increase of</i> \$574 OR 16.54%
Total tax levy on all properties	\$3,460,108	\$4,392,063	<i>increase of</i> \$931,955

For assistance with tax calculations, please contact the tax assessor for the City of Hedwig Village at the Spring Branch ISD Tax Office at 713-251-7960 or taxoffice@springbranchisd.com.