

**RESOLUTION NO. \_\_\_\_\_**

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF KYLE, TEXAS, DIRECTING THE CITY MANAGER AND THE DIRECTOR OF FINANCE TO DEVELOP THE CITY'S BUDGET AND PROPERTY TAX RATE CALCULATIONS BASED ON A 8.0 PERCENT TAX RATE CAP INSTEAD OF A 3.5 PERCENT TAX RATE CAP AS AUTHORIZED UNDER SENATE BILL 2; MAKING FINDINGS OF FACT; AND PROVIDING FOR RELATED MATTERS.**

**WHEREAS**, the City Council acknowledges that the Governor of Texas declared a Texas statewide disaster due to the COVID-19 health pandemic, and

**WHEREAS**, the City Council acknowledges that the President of the United States of America declared a national disaster due to the COVID-19 health pandemic, and

**WHEREAS**, the City Council recognizes that COVID-19 health pandemic has not ended and continues to have an economic impact on residents, businesses, and the City organization, and

**WHEREAS**, the City Council understands that in the event of a disaster declaration, the Texas Legislature's property tax transparency bill, Senate Bill 2, allows for the deferral of the 3.5 percent tax rate cap and instead allows for the 8.0 percent tax rate cap in the calculation of property tax rate.

**WHEREAS**, the City Council during its Budget Worksession No. 1 held on June 13, 2020, discussed the impact of the 3.5 percent tax rate cap on the City organization as compared to the 8.0 percent tax rate cap in the calculation of property tax rate.

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF KYLE, HAYS COUNTY, TEXAS, THAT:**

**Section 1. Findings.**

The City Council of the City of Kyle finds that:

- A. The City Council has reviewed the statewide disaster declaration made by the Governor of Texas for the COVID-19 health pandemic.
- B. The City Council recognizes that the COVID-19 health pandemic has not ended in the United States of America.
- C. The City Council acknowledges that the COVID-19 health pandemic continues to have an economic impact in Hays County and in the City of Kyle including the City organization.
- D. The City Council wants to direct the City Manager and the City's Director of Finance to develop the City's budget and property tax rate calculations for Fiscal

Year 2021 based on an 8.0 percent rate cap instead of a 3.5 percent rate cap as allowed under Senate Bill 2.

- E. The recitals are hereby found to be true and correct and are hereby adopted by the City Council and made a part hereof for all purposes as findings of fact.

**Section 2. City Council's Direction to City Manager and the Director of Finance.**

The City Council hereby directs the City Manager and the City's Director of Finance to develop the City's budget and property tax rate calculations for Fiscal Year 2021 based on an 8.0 percent rate cap instead of a 3.5 percent rate cap as allowed under Senate Bill 2.

**Section 3. Authorization.**

This Resolution of the City of Kyle, Texas, is hereby adopted in compliance with the requirements set forth in the Charter of the City of Kyle.

**Section 4. Effective Date.**

This Resolution of the City of Kyle, Texas shall take effect from and after the date of its passage as authorized by the Charter of the City of Kyle.

**Section 5. Open Meetings.**

It is hereby officially found and determined that the meeting at which this Resolution is passed was open to the public as required and that public notice of the time, place, and purpose of the said meeting was given as required by the Open Meetings Act, Chapter 551, Local Government Code.

FINALLY PASSED AND APPROVED ON THIS THE 7TH DAY OF JULY 2020.

THE CITY OF KYLE, TEXAS

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Travis Mitchell, Mayor

ATTEST:

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Jennifer Vetrano, City Secretary