

2014 PROPERTY TAX RATES IN THE CITY OF HOUSTON

THIS NOTICE CONCERNS 2014 PROPERTY TAX RATES FOR THE CITY OF HOUSTON. IT PRESENTS INFORMATION ABOUT THREE TAX RATES. LAST YEAR'S TAX RATE IS THE ACTUAL RATE THE TAXING UNIT USED TO DETERMINE PROPERTY TAXES LAST YEAR. THIS YEAR'S "EFFECTIVE" TAX RATE WOULD IMPOSE THE SAME TOTAL TAXES AS LAST YEAR IF YOU COMPARE PROPERTIES TAXED IN BOTH YEARS. THIS YEAR'S "ROLLBACK" TAX RATE IS THE HIGHEST TAX RATE THE TAXING UNIT CAN SET BEFORE TAXPAYERS CAN START TAX ROLLBACK PROCEDURES. IN EACH CASE THESE RATES ARE FOUND BY DIVIDING THE TOTAL AMOUNT OF TAXES BY THE TAX BASE (THE TOTAL VALUE OF TAXABLE PROPERTY) WITH ADJUSTMENTS AS REQUIRED BY STATE LAW. THE RATES ARE GIVEN PER \$100 OF PROPERTY VALUE.

LAST YEAR'S TAX RATE:

LAST YEAR'S OPERATING TAXES	\$801,619,508
LAST YEAR'S DEBT TAXES	\$271,636,748
LAST YEAR'S TOTAL TAXES	\$1,073,256,255
LAST YEAR'S TAX BASE	\$168,024,462,779
LAST YEAR'S TOTAL TAX RATE	\$0.638750/\$100

THIS YEAR'S EFFECTIVE TAX RATE:

LAST YEAR'S ADJUSTED TAXES (AFTER SUBTRACTING TAXES ON LOST PROPERTY)	\$998,353,462
÷ THIS YEAR'S ADJUSTED TAX BASE (AFTER SUBTRACTING VALUE OF NEW PROPERTY)	\$165,446,120,521
= THIS YEAR'S EFFECTIVE TAX RATE	\$0.603431/\$100

THIS YEAR'S ROLLBACK TAX RATE:

LAST YEAR'S ADJUSTED OPERATING TAXES (AFTER SUBTRACTING TAXES ON LOST PROPERTY AND ADJUSTING FOR ANY TRANSFERRED FUNCTION, TAX INCREMENT FINANCING, STATE CRIMINAL JUSTICE MANDATE, AND/OR ENHANCED INDIGENT HEALTH CARE EXPENDITURES)	\$745,674,304
÷ THIS YEAR'S ADJUSTED TAX BASE	\$165,446,120,521
= THIS YEAR'S EFFECTIVE OPERATING RATE	\$0.450705/\$100
x 1.08 = THIS YEAR'S MAXIMUM OPERATING RATE	\$0.486761/\$100
+ THIS YEAR'S DEBT RATE	\$0.156445/\$100
= THIS YEAR'S ROLLBACK RATE	\$0.643206/\$100

STATEMENT OF INCREASE/DECREASE

IF THE CITY OF HOUSTON ADOPTS A 2014 TAX RATE EQUAL TO THE EFFECTIVE TAX RATE OF \$0.603431 PER \$100 OF VALUE, TAXES WOULD INCREASE COMPARED TO 2013 TAXES BY \$19,908,323

SCHEDULE A - UNENCUMBERED FUND BALANCES

THE FOLLOWING ESTIMATED BALANCES WILL BE LEFT IN THE UNIT'S PROPERTY TAX ACCOUNTS AT THE END OF THE FISCAL YEAR. THESE BALANCES ARE NOT ENCUMBERED BY A CORRESPONDING DEBT OBLIGATION.

TYPE OF PROPERTY TAX FUND	BALANCE
GENERAL FUND (FISCAL YEAR 2015)	\$119,000,000
GENERAL DEBT SERVICE FUND (FISCAL YEAR 2015)	\$144,587,000

SCHEDULE B - 2014 DEBT SERVICE

THE UNIT PLANS TO PAY THE FOLLOWING AMOUNTS FOR LONG-TERM DEBTS THAT ARE SECURED BY PROPERTY TAXES. THESE AMOUNTS WILL BE PAID FROM PROPERTY TAX REVENUES.

Description of Debt	Series	Principal Payments	Scheduled Interest	Total Payments
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Public Improvement Bonds

Public Improvement Bonds	PIB98A	-	1,203,125	1,203,125
Public Improvement Bonds	PIB03A1	-	-	-
Public Improvement Bonds	PIB2004A	-	-	-
Public Improvement Bonds	PIB2004B	-	-	-
Public Improvement Bonds	PIB05A	1,700,000	876,000	2,576,000
Public Improvement Bonds	PIB05BTX	-	-	-
Public Improvement Bonds	PIB05E	5,960,000	298,000	6,258,000
Public Improvement Bonds	PIB2006B	1,480,000	304,300	1,784,300
Public Improvement Bonds	PIB2006D	8,340,000	1,592,250	9,932,250
Public Improvement Bonds	PIB2006E	3,200,000	331,750	3,531,750
Public Improvement Bonds	PIB2006F	1,185,000	1,522,925	2,707,925
Public Improvement Bonds	PIB2006G	1,065,000	141,625	1,206,625
Public Improvement Bonds	PIB2007A	17,210,000	6,803,350	24,013,350
Public Improvement Bonds	PIB2008A	12,715,000	15,504,838	28,219,838
Public Improvement Bonds	PIB2009A	15,835,000	19,441,350	35,276,350
Public Improvement Bonds	PIB2009B	-	3,048,687	3,048,687
Public Improvement Bonds	PIB2010A	30,640,000	12,881,250	43,521,250
Public Improvement Bonds	PIB2010B	-	7,123,587	7,123,587
Public Improvement Bonds	PIB2011A	13,345,000	9,228,650	22,573,650
Public Improvement Bonds	PIB2011B	-	877,432	877,432
Public Improvement Bonds	PIB2012A	-	13,031,650	13,031,650
Public Improvement Bonds	PIB2012B	46,780,000	1,027,179	47,807,179
Public Improvement Bonds	PIB2013A	10,835,000	12,737,300	23,572,300
Public Improvement Bonds	PIB2013B	2,015,000	1,206,750	3,221,750
Public Improvement Bonds	PIB2014A	-	6,566,600	6,566,600

<i>Subtotal, Public Improvement Bonds</i>		172,305,000	115,748,598	288,053,598
General Obligation Comm Paper		-	5,147,000	5,147,000
Public Improvement Bonds Total		<u>172,305,000</u>	<u>120,895,598</u>	<u>293,200,598</u>

Pension Obligations

Taxable GO Pension Oblig Bonds	PEN2005	-	2,739,323	2,739,323
Taxable GO Pension Oblig Bonds	PEN2006A	-	3,510,799	3,510,799
Taxable GO Pension Oblig Bonds	PEN2007A	-	3,533,244	3,533,244
Taxable GO Pension Oblig Bonds	PEN2008A	5,410,000	19,883,005	25,293,005
Taxable GO Pension Oblig Bonds	PEN2008B	340,000	1,249,823	1,589,823
Taxable GO Pension Oblig Bonds	PEN2010B	-	-	-
Taxable GO Pension Oblig Bonds	PEN2011B	-	880,470	880,470

<i>Subtotal, Pension Obligations</i>		<u>5,750,000</u>	<u>31,796,664</u>	<u>37,546,664</u>
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Tax & Revenue Certificates

Tax & Revenue Certificates	2005D	2,300,000	115,000	2,415,000
Tax & Revenue Certificates	2013A	-	368,000	368,000
Tax & Revenue Certificates	2013Q	-	60,300	60,300
<i>Subtotal, Tax & Revenue Certificates</i>		<u>2,300,000</u>	<u>543,300</u>	<u>2,843,300</u>

Tax Supported Debt Service Total

	<u>\$180,355,000</u>	<u>\$153,235,562</u>	<u>\$333,590,562</u>
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TOTAL REQUIRED FOR 2014 DEBT SERVICE	\$333,590,562
- AMOUNT (IF ANY) PAID FROM FUNDS LISTED IN SCHEDULE A	\$0
- AMOUNT (IF ANY) PAID FROM OTHER RESOURCES	\$69,090,562
- EXCESS COLLECTIONS LAST YEAR	\$0
= TOTAL TO BE PAID FROM TAXES IN 2014	\$264,500,000
+ AMOUNT ADDED IN ANTICIPATION THAT THE UNIT WILL COLLECT ONLY 100% OF ITS TAXES IN 2014	\$0
= TOTAL DEBT LEVY	\$264,500,000

SCHEDULE C

EXPECTED REVENUE FROM ADDITIONAL SALES TAX	\$0
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SCHEDULE D

STATE CRIMINAL JUSTICE MANDATE (FOR COUNTIES)	\$0
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SCHEDULE E

TRANSFER OF DEPARTMENT, FUNCTION OR ACTIVITY	\$0
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SCHEDULE F

ENHANCED INDIGENT HEALTH CARE EXPENDITURES	\$0
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SPECIAL PROVISION

HOUSTON CODE OF ORDINANCES, SECTION 44-27, REQUIRES THE CITY OF HOUSTON TO PUBLISH AN ANALYSIS OF ANTICIPATED INCREASED REVENUES WHEN THE AD VALOREM TAX RATE PROPOSED IS EXPECTED TO INCREASE THE CITY'S AD VALOREM PROPERTY TAX REVENUES FOR THE CURRENT FISCAL YEAR IN AN AMOUNT GREATER THAN FIVE PERCENT MORE THAN THE AD VALOREM PROPERTY TAX REVENUES COLLECTED DURING THE IMMEDIATELY PRECEDING FISCAL YEAR.

	PRECEDING FISCAL YEAR (COLLECTED*)	CURRENT FISCAL YEAR (EXPECTED*)	INCREASE
AD VALOREM PROPERTY TAX REVENUES	\$990,801,648	\$1,067,337,998	7.72%

* NET OF TAX REFUNDED FOR PRECEDING YEARS.

THIS NOTICE CONTAINS A SUMMARY OF ACTUAL EFFECTIVE AND ROLLBACK TAX RATES' CALCULATIONS. YOU CAN INSPECT A COPY OF THE FULL CALCULATIONS AT THE OFFICE OF THE CITY SECRETARY ON THE PUBLIC LEVEL OF CITY HALL ANNEX AT 900 BAGBY, HOUSTON, TEXAS.

NAME OF PERSON PREPARING THIS NOTICE..... Thy-Huyen Ruiz

TITLEDivision Manager

DATE PREPAREDSeptember 10th, 2014