

2018-2019 BUDGET QUESTION
Response to Request for Information

DEPARTMENT: Financial Services – Budget

REQUEST NO.: 5

REQUESTED BY: Flannigan

DATE REQUESTED: 4/10/18

DATE POSTED: 4/24/18

REQUEST: For the estimated new construction value of \$3 billion in FY 2019, what would that represent in tax dollars? Are there departments that look at that \$3 billion and assume an increase in costs?

RESPONSE:

At the tax rate forecasted to be necessary to meet base expenditures in fiscal year 2018-19, anticipated new construction value of \$3 billion would generate \$13 million in property tax revenue.

While the pace of new development in Austin has certainly created a host of challenges with respect to City services, there is no direct nexus between new construction value and costs increases anticipated by City departments.