

# Memorandum



CITY OF DALLAS

DATE December 29, 2023

Honorable Members of the Ad Hoc Committee on Pensions: Tennell Atkins (Chair),  
TO Paula Blackmon, Jesse Moreno, Jaime Resendez, Kathy Stewart, Chad West, and  
Gay Donnell Willis

SUBJECT **Ad Hoc Committee on Pensions**

In coordination with Mayor Pro Tem Atkins, additional meetings of the Ad Hoc Committee on Pensions are tentatively scheduled as follows:

- Thursday, January 11 at 3:00 pm
- Thursday, February 8 at 3:00 pm
- Thursday, April 11 at 3:00 pm
- Thursday, May 9 at 3:00 pm

The meeting agendas will be posted prior to each meeting as required. Based on the needs of the committee, the above meetings may be cancelled, or additional meetings may be added whichever is necessary.

If you have questions, please contact me at [jack.ireland@dallas.gov](mailto:jack.ireland@dallas.gov).

A handwritten signature in blue ink that reads "Jack Ireland".

Jack Ireland  
Chief Financial Officer

c: TC Broadnax, City Manager  
Tammy Palomino, City Attorney  
Mark Swann, City Auditor  
Billerae Johnson, City Secretary  
Preston Robinson, Administrative Judge  
Kimberly Bizer Tolbert, Deputy City Manager  
Jon Fortune, Deputy City Manager

Majed A. Al-Ghafry, Assistant City Manager  
M. Elizabeth (Liz) Cedillo-Pereira, Assistant City Manager  
Dr. Robert Perez, Assistant City Manager  
Carl Simpson, Assistant City Manager  
Genesis D. Gavino, Chief of Staff to the City Manager  
Directors and Assistant Directors

# Memorandum



CITY OF DALLAS

DATE December 29, 2023

TO Honorable Mayor and Members of the City Council

SUBJECT **Discussion of Expanding Housing Development Options with Potential Regulations for Two-Four-Unit Housing and Minimum Residential Lot Size**

Pursuant to City Council Rules of Procedure Section 6.2(f)(1), the following item “Discussion of Expanding Housing Development Options with Potential Regulations for Two-Four-Unit Housing and Minimum Residential Lot Size” will be scheduled for the January 17, 2024, City Council briefing meeting. The item was heard at the December 19, 2023, Housing and Homeless Solutions Committee meeting and must be heard at the next regular briefing agenda. The item was requested to be briefed at City Council by a five-signature memorandum by Council Members West, Schultz, Resendez, Blackmon, and Bazaldua submitted on November 8, 2023.

A handwritten signature in blue ink, appearing to read 'Majed A. Al-Ghafry'.

Majed A. Al-Ghafry, P.E.  
Assistant City Manager

c: T.C. Broadnax, City Manager  
Tammy Palomino, City Attorney  
Mark Swann, City Auditor  
Billierae Johnson, City Secretary  
Preston Robinson, Administrative Judge  
Kimberly Bizer Tolbert, Deputy City Manager  
Jon Fortune, Deputy City Manager

M. Elizabeth (Liz) Cedillo-Pereira, Assistant City Manager  
Dr. Robert Perez, Assistant City Manager  
Carl Simpson, Assistant City Manager  
Jack Ireland, Chief Financial Officer  
Genesis D. Gavino, Chief of Staff to the City Manager  
Directors and Assistant Directors

# Memorandum



CITY OF DALLAS

DATE December 29, 2023

TO Honorable Mayor and Members of the City Council

SUBJECT **Texas Proposition 2, Property Tax Exemption for Child-Care Facilities Amendment**

On November 7, 2023, voters approved Texas Proposition 2, the Property Tax Exemption for Child-Care Facilities Amendment, which was on the ballot as a legislatively referred constitutional amendment. Proposition 2 is a constitutional amendment authorizing a local option exemption from ad valorem taxation by a county or municipality of all or part of the appraised value of real property used to operate a child-care facility.

### What it Means:

- Optional amendment that allows cities and counties to exempt child-care providers from property taxes for any facilities used to run a child-care business.
- The value of the exemption would have to be at least 50 percent of the property's appraised value.
- Removes property value from taxation and reduces property owner tax bill.
- The State defines “child-care facility” and provides the eligibility requirements for the exemption.

This is an optional exemption, and the City Council may implement this exemption by resolution similar to the process used to adopt the optional Homestead, and Disabled/Over-65 exemptions. The effective date of the approved ballot measure is January 1, 2024, and the exemption will be effective for the 2024 tax year if approved by City Council. The approved resolution is due to the appraisal districts by July 1, 2024, to be effective for the 2024 tax year. There are approximately 200 properties that may be eligible for this exemption with a total market value of \$92.1 million. The table below reflects the projected revenue foregone.

	50%	60%	80%	90%	100%
Value of Exemption	\$46.1M	\$55.3M	\$73.7M	\$82.9M	\$92.1M
Total Revenue Foregone	\$339K	\$407K	\$542K	\$610K	\$678K

### Proposed Implementation Timeline:

- January 22, 2024 - Briefing to Government Performance and Finance Management Committee
- February 14, 2024 – Agenda item for City Council consideration

DATE December 29, 2023  
SUBJECT **Texas Proposition 2, Property Tax Exemption for Child-Care Facilities Amendment**

If you have any questions, please contact me or Janette Weedon, Director of Budget & Management Services.



Jack Ireland  
Chief Financial Officer

c: T.C. Broadnax, City Manager  
Tammy Palomino, City Attorney  
Mark Swann, City Auditor  
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