



ACTION ITEM REPORT

Item Title: Consideration and ACTION to propose a tax rate for tax year 2025, take a record vote, if proposed tax rate exceeds the lower of the no-new-revenue or voter-approval, and set dates for public hearings, if necessary.

Recommendation:

The proposed 2025-2026 fiscal year budget will keep the ad valorem tax rate to \$0.685 per \$100 valuation compared to last year at \$0.685. The no-new-revenue tax rate for 2025-2026 is \$0.681809 per \$100 valuation. Remember, the no-new-revenue tax rate would impose the same total taxes as last year if you compare properties taxed in both years. Keeping the tax rate to \$0.685 per \$100 valuation means we will receive more in revenue in the new budget than we currently are getting when comparing the same properties. Since we are keeping the ad valorem tax rate to \$0.685 per \$100 valuation, we will need to hold 1 public hearing because we will receive more revenue than last year when you compare the same properties. The amount received will be approximately \$368,503.59 more than last year.

I recommend the ad valorem property tax rate of \$0.685 per \$100 valuation for the 2025-2026 fiscal year budget setting the public hearing for the tax rate for Tuesday, August 19, 2025 at 6:00 p.m. at City Hall.