



FINANCE

To: Mayor and Town Council

From: Chris Landrum, Finance Director

Through: Mario Canizares, Town Manager
Robert B. Scott, Deputy Town Manager

Re: Ratification of FY 2025-2026 Tax Rate

Town Council Meeting – September 16, 2024

Strategic Visioning Priority: 4. Provide Excellent Municipal Services

Agenda Item:

Ratifying the property tax increase in the budget for fiscal year (FY) 2025-2026.

Description of Agenda Item:

According to Texas Local Government Code Section 102.007, "Adoption of a budget that will require raising more revenue from property taxes than in the previous year requires a separate vote of the governing body to ratify the property tax increase reflected in the budget. A vote under this subsection is in addition to and separate from the vote to adopt the budget or a vote to set the tax rate required by Chapter 26, Tax Code, or other law."

This budget will raise more revenue from property taxes than last year's budget by an amount of \$5,715,955, which is a 12.04 percent increase from last year's budget. The property tax revenue to be raised from new property added to the tax roll this year is \$3,831,840.

Budget Impact:

This action is a required step in adoption of the Budget and Tax Rate.

Town Staff Recommendation:

Town Staff recommend the Town Council to ratify the property tax increase in the budget for fiscal year (FY) 2025-2026.

Proposed Motion:

I move to ratify the property tax increase in the budget for fiscal year (FY) 2025-2026.