



FINANCE

To: Mayor and Town Council

From: Chris Landrum, Finance Director

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

Re: Adoption of FY 2025-2026 Tax Rate

Town Council Meeting – September 16, 2025

Strategic Visioning Priority: 4. Provide Excellent Municipal Services

Agenda Item:

Conduct a Public Hearing to consider and act upon an Ordinance adopting a tax rate of \$0.505 per \$100 valuation for fiscal year 2025-2026.

Description of Agenda Item:

This item is to adopt the tax year 2025 tax rate to generate sufficient revenues as required in the Adopted FY 2025-2026 Budget. The attached ordinance sets the 2025 ad valorem tax rate at \$0.505 cents per \$100 assessed valuation, to be distributed as follows:

	\$0.322054 for Maintenance and Operations
	<u>\$0.182946 for Debt Service</u>
<i>Totaling</i>	\$0.505000 Total Tax Rate

Legal Obligations and Review:

Terrence Welch of Brown & Hofmeister, L.L.P., has approved the attached documents as to form and legality.

Attached Documents:

1. Statement for opening public hearing
2. Ordinance

Town Staff Recommendation:

This item requires a record vote, and at least 60 percent of the members of the governing body must vote in favor of the ordinance. The tax code is specific in the form of making a motion to set the tax rate. Town staff recommend that the Town Council approve an Ordinance adopting the 2025 tax rate using the required language below.

Proposed Motion:

Please make your motion using this required language:

"I move that the property tax rate be increased by the adoption of a tax rate of \$0.505, which is effectively a 4.70 percent increase in the tax rate."