

**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 Annual Budget**

**Town Council Meeting – September 16, 2024**

**Strategic Visioning Priority: 4. Provide Excellent Municipal Services**

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**Agenda Item:**

Conduct a Public Hearing to receive public input, consider such input, and consider and act upon an Ordinance adopting the Fiscal Year (FY) 2025-2026 Annual Operating and Capital Project Funds budgets and five-year Capital Improvement Program for the fiscal year beginning October 1, 2025, and ending September 30, 2026.

**Description of Agenda Item:**

According to Local Government Code Chapter 102 and the Town Charter, the Town must hold a Public Hearing on the proposed budget.

Approval of this item will appropriate funds for the FY 2025-2026 Operating and Capital Project Fund budgets and adopt the five-year Capital Improvement Program plan. Prior to this meeting, the Town published required notices, held a public hearing that included staff presentations about the budget, 2025 tax rate, and also gave interested citizens the opportunity to ask questions and provide input at a Budget Town Hall Meeting.

Subsection C of Section 102.007 of the Local Government Code requires that adoption of a budget 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 as required by Chapter 26 of the Tax Code.

**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
3. Ordinance Exhibit A – FY 2025-2026 Proposed Budget Summary
4. Tax Impact Statement

**Town Staff Recommendation:**

Town Staff recommend that the Town Council approve an Ordinance adopting the Fiscal Year 2025-2026 Annual Budget and Capital Improvement Program for the fiscal year beginning October 1, 2025, and ending September 30, 2026, as proposed.

**This item requires a roll call/record vote.**

**Proposed Motion:**

I move to approve an ordinance adopting the Fiscal Year 2025-2026 Annual Budget and Capital Improvement Program for the fiscal year beginning October 1, 2025, and ending September 30, 2026, as proposed.