



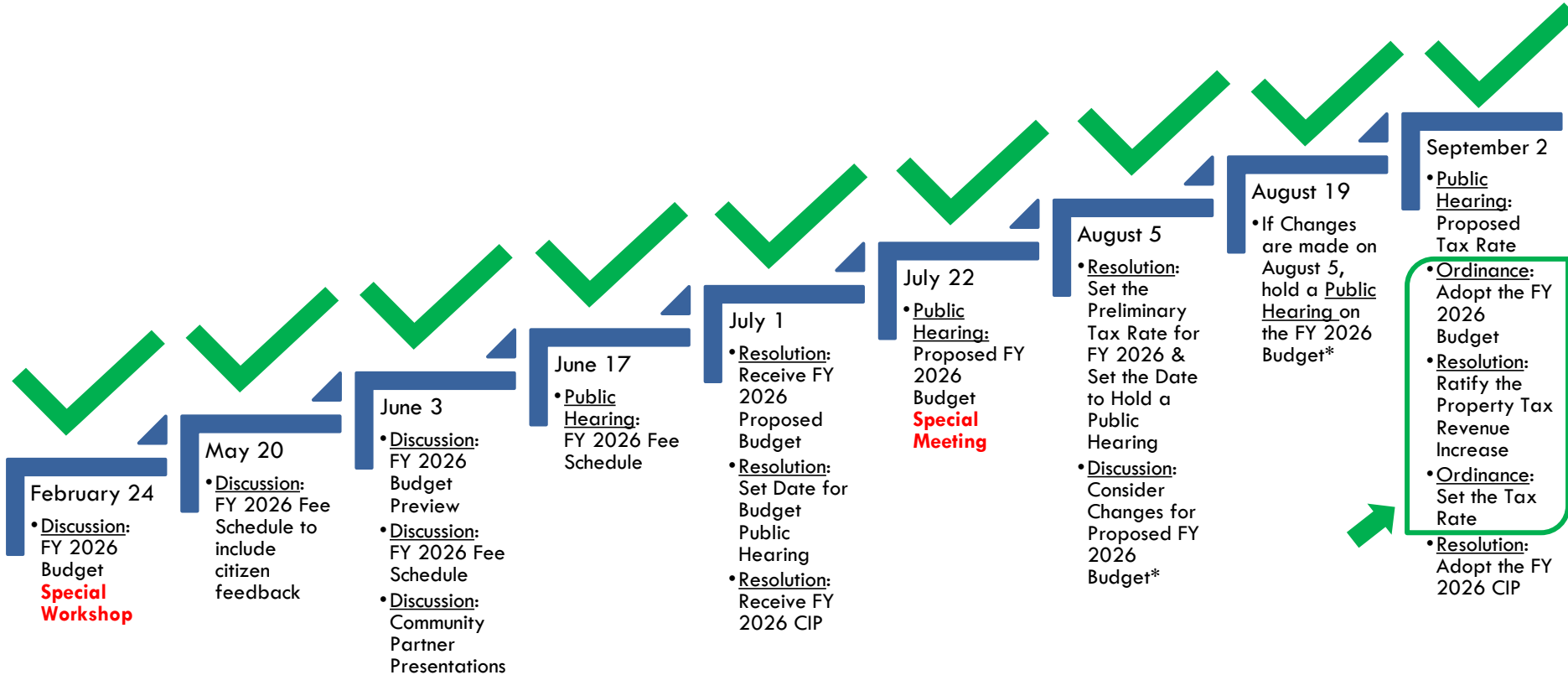
FY 2026 PROPOSED BUDGET ADOPTION, RATIFY INCREASE, SET RATE

OR-25-010, RS-25-143,
OR-25-011

September 2, 2025

Budget Calendar

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Required Order

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Record Vote on
Budget

Vote to Ratify
Property Tax
Increase

Record Vote on
Setting Tax
Rate

FY 2026 Proposed Budget

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Fund Group	Projected Beginning Fund Balance	FY 2026 Revenues	FY 2026 Expenses	Change in Fund Balance	Projected Ending Fund Balance	Fund Balance Reserve
General Fund	\$ 34,594,025	\$ 133,347,455	\$ 133,347,455	\$ -	\$ 34,594,025	25.94%
Water & Sewer Fund	12,047,696	52,406,737	52,406,737	-	12,047,696	22.99%
Capital Project Funds	26,480,878	24,509,303	39,357,498	(14,848,195)	11,632,683	29.56%
Solid Waste Fund	6,610,715	28,451,661	28,451,661	-	6,610,715	23.23%
Internal Service Funds	7,824,728	22,340,464	23,340,569	(1,000,105)	6,824,623	29.24%
Debt Service Fund	5,060,622	20,396,741	21,087,558	(690,817)	4,369,805	20.72%
Other Special Revenues	5,465,085	12,549,024	14,570,258	(2,021,234)	3,443,851	23.64%
Street Maintenance Fund	7,408,128	10,245,240	9,686,850	558,390	7,966,518	82.24%
Aviation Fund	6,770,344	7,011,248	6,461,604	549,644	7,319,988	113.28%
Drainage Utility Fund	1,474,785	5,582,230	5,582,230	-	1,474,785	26.42%
Hotel Occupancy Tax	716,982	3,119,421	3,119,421	-	716,982	22.98%
Golf Course Fund	292,914	1,548,836	1,696,977	(148,141)	144,773	8.53%
Subtotal	\$ 114,746,900	\$ 321,508,360	\$ 339,108,818	\$ (17,600,458)	\$ 97,146,442	
Less Interfund Activity		(34,633,257)	(34,633,257)			
Less Health Insurance Transfer		(7,469,990)	(7,469,990)			
Adjusted Total		\$ 279,405,113	\$ 297,005,571			

Budget Adoption

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Record Vote on Budget

Ratify Property Tax Revenue Increase

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Per Local Government Code 102.007(c), a separate vote is required to ratify any property tax revenue increase over the prior year.

Total tax revenue increase is \$6,431,349 (9.18%)

M&O \$3,309,964

I&S \$3,121,385

Ratify Property Tax Revenue Increase

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**Vote to Ratify Property
Tax Increase**

Set Tax Rate

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	Tax Rate	Budgeted Revenue
Operations M&O	0.5277	\$58,498,395
Debt I&S	0.1737	\$17,967,067
Total Tax Rate	0.7014	\$76,465,462

Taxpayer Impact

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	Current FY 2025	Proposed FY 2026	Difference
Median-Valued Homestead Property	\$221,214	\$233,428	\$12,214
Tax Rate	0.6573	0.7014	0.0441
Annual Property Tax Levy	\$1,454.04	\$1,637.26	\$183.22
Monthly Cost	\$121.17	\$136.44	\$15.27
Property tax amount = tax rate x taxable value of your property / 100			

Setting the Tax Rate

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Per Tax Code 26.05(b), if the tax rate exceeds the no-new-revenue rate:

A record vote is required

Approval by at least 60% of Council (5 members)

Motion must state:

'I move that the property tax rate be increased by the adoption of a tax rate of \$0.7014, which is effectively a 8.12% increase in the tax rate.'

Tax Rate Adoption

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Record Vote on Tax Rate