



MEMORANDUM

To: Mayor and City Council

From: Kim Tiehen, Director of Strategic Financial Engagement

Date: August 25, 2026

Reference: Consider approval of a maximum proposed property tax rate of \$.441166 for the 2026 tax year and set the Public Hearings on the budget and proposed property tax rate for the regularly scheduled Council Meeting on September 8, 2026, at 7:30 p.m.

2040: Sustainable Government

Introduction:

The purpose of this agenda item is to obtain the record vote on the maximum proposed property tax rate, and it announces the date, time and place of the public hearing to be held on the proposed tax rate. Section 26.06 of the Texas Tax Code requires a record vote on the maximum proposed tax rate be included on the Notice of Public Hearing and Vote on the Tax Rate.

Background:

Attached to this agenda item are the notices that were published in the Rambler and Gazette newspapers on August 14 and August 15, 2026, respectively. The notices inform the public of this evening's vote to consider the maximum proposed property tax rate and provides notice concerning the date the public hearing and vote on the tax rate will occur.

Next, the Notice of the Public Hearing and Vote on the Property Tax Rate will be published on August 29th in the Rambler and August 28th in the Gazette newspapers. That notice will provide the results of the vote this evening and state that the public hearing and vote on the tax rate will be held at the regular Council meeting on September 8, 2026.

Benefit to the Community:

The benefit to the community of this item is that it provides additional communication regarding the tax rate setting process and timeline.

Legal Review:

This agenda item was reviewed by legal counsel during the Council packet review process.

Fiscal Impact:

N/A

Recommendation:

The Strategic Financial Engagement Department recommends approval.