

MEMORANDUM

TO: Claire Powell, City Manager
FROM: David O. Erb, Director of Finance
DATE: August 8, 2026
SUBJECT: REPORTING OF 2026 NO-NEW-REVENUE AND VOTER-APPROVAL TAX RATES

BACKGROUND

Section 26.061 of the Texas Tax Code requires that the calculated no-new-revenue tax rate and voter-approval tax rate be submitted to the City Council and that a notice of no-new-revenue tax rate and calculated tax rates be published in a newspaper of general circulation in the county in which the municipality is located.

ANALYSIS

The calculated rates are as follows:

♦ 2026 No-New-Revenue Tax Rate	\$0.425595
♦ 2026 No-New-Revenue Maintenance and Operations Rate	\$0.303441
♦ 2026 Preliminary Debt Tax Rate	\$0.122320
♦ 2026 Preliminary Voter-Approval Tax Rate	\$0.436381

CITY STAFF'S RECOMMENDATION

That City Council accept the report identifying the calculation of the 2026 no-new-revenue and voter-approval tax rates and authorize the publication of notice as required by the Texas Tax Code Section 26.061.