



City Council Tax Rate Adoption

August 19, 2025

2025 Property Values

2024 Taxable Value	\$5,563,014,685
2025 Equivalent Taxable Value	\$5,480,002,657
2025 Change in Existing Value	<u>-\$83,012,028</u>
2025 New Development/Annexations	\$254,812,798
Total Taxable Value Change	\$171,800,770
2025 Total Taxable Value	\$5,734,815,455

DVHS Update

DVHS	2021	2022	2023	2024	2025
Total Exempt	\$550,500,000	\$694,200,000	\$834,200,000	\$999,100,000	\$1,084,700,000
Taxes Forgone	\$2,819,000	\$3,436,000	\$4,064,000	\$4,868,000	\$5,735,000
Tax Rate w/o DVHS	\$0.4428	\$0.4234	\$0.4126	\$0.4107	\$0.4091

- 23% of Homesteads have a DVHS Exemption for 2025
- 55% of Homesteads have some DV Exemption for 2025



2025 Property Values – Impact Factors

- Increases in New Construction and Annexation
- Guadalupe County Residential Homestead value \$192,000,000 decrease, including new homes added. Revenue loss: \$640,000 at current rate
- DVHS Increase: 8.6%
- DVHS Retroactive Adjustment – Prior Year Refunds and Current Year Adjustments
 - Revenue loss \$675,000 General Fund

TAX RATE DEFINITIONS

No New Revenue	The tax rate which will generate the same revenue for the city from property on the previous year's tax roll.
Voter Approval Rate	The rate if exceeded triggers an automatic election on the tax rate.
Current	The rate currently adopted by the City.
Proposed Tax Rate	The maximum rate set at which the final adopted rate cannot exceed.

TAX RATE

Current	\$0.4900
No New Revenue (Proposed)	\$0.5064
Voter Approval (Highest Allowed)	\$0.5350

\$0.01 is equal to \$573,500 revenue or \$33.18 per year on the average home

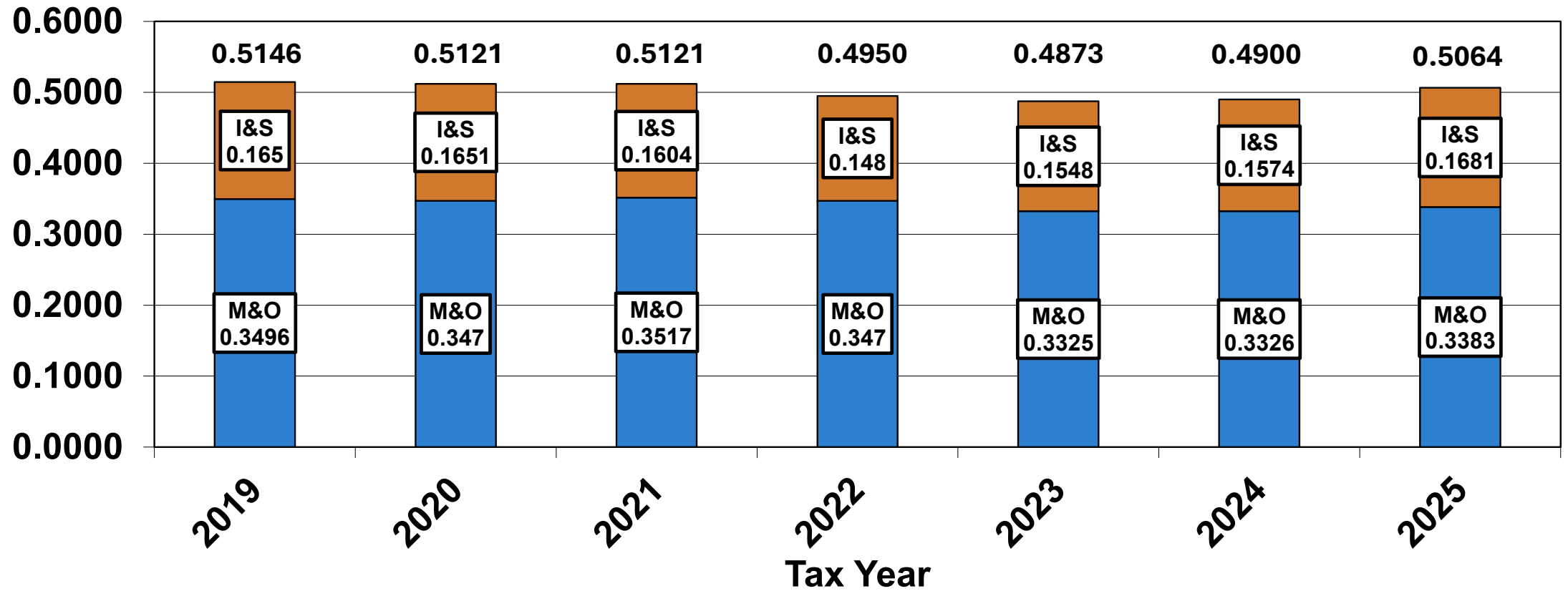
TARGET TAX RATE

TAX RATE	CURRENT	PROPOSED TAX RATE	
M&O	\$0.3326	\$0.3383	For day-to-day operations
I&S	\$0.1574	\$0.1681	To pay the City's debt
TOTAL	\$0.4900	\$0.5064	

FY 2025-26 City Tax Rate

Tax Rate Name	Tax Rate per \$100	Est. Tax Bill	Bill Increase	% Increase
No New Revenue	\$0.5064	\$1,680.41	--	--
Voter Approval	\$0.5350	\$1,746.11	\$94.91	5.6%
Proposed	\$0.5064	\$1,680.41	--	--
Current	\$0.4900	\$1,625.99	(\$54.42)	-3.2%

Historic Tax Rates – Total





Tax Rate Option 1

No-New-Revenue Rate \$0.5064 (0% increase)

- No Motion Required
 - M&O \$0.3383
 - I&S \$0.1681



Tax Rate Option 2

Rate to \$0.5118 (1.1% increase)

- “I move to adopt a tax rate of \$0.5118 which is effectively a 1.1% increase on the tax rate.”
 - M&O \$0.3437
 - I&S \$0.1681



Tax Rate Option 3

Rate to \$0.5190 (2.5% increase)

- “I move to adopt a tax rate of \$0.5190, which is effectively a 2.5% increase in the tax rate.”
 - M&O \$0.3509
 - I&S \$0.1681

DISCUSSION