

**CITY OF KERRVILLE, TEXAS
RESOLUTION NO. 22-2025**

A RESOLUTION SETTING FORTH THE AD VALOREM (PROPERTY) TAX RATE TO BE CONSIDERED FOR ADOPTION FOR THE 2025 TAX YEAR; SAID RATE PROPOSED TO BE \$0.5711 PER \$100 OF ASSESSED VALUE; AND CALLING A PUBLIC HEARING PRIOR TO THE ADOPTION OF THE TAX RATE AND THE FISCAL YEAR 2026 BUDGET

WHEREAS, Chapter 26 of the Texas Tax Code sets out the procedural requirements for the adoption of a city's ad valorem (property) tax rate; and

WHEREAS, where a city's proposed tax rate exceeds the no-new-revenue tax rate, as defined in Section 26.04 of the Texas Tax Code, several additional procedural actions must occur to include notice and the holding of a public hearing; and

WHEREAS, the proposed tax rate for the City of Kerrville, Texas ("City") for its 2025-26 fiscal year is \$0.5711 per \$100 assessed value, which exceeds the no-new-revenue tax rate and the normal voter-approval tax rate, but that includes the calculation of the voter-approval tax rate at an 8% increase based upon the declaration of a disaster area by the Texas Governor due to the July 4 floods and aftermath; and

WHEREAS, in addition, Section 8.03 of the City Charter and Section 102.006 of the Texas Local Government Code require the City Council to hold a public hearing regarding the City's proposed budget; and

WHEREAS, City Council now establishes the date for the public hearings for adopting both the proposed fiscal year 2026 budget and the 2025 tax rate;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF KERRVILLE, KERR COUNTY, TEXAS:

SECTION ONE. Tax Rate; Public Hearing. The City Manager and City Attorney are directed to prepare an ordinance for consideration by City Council, which if adopted, will adopt and impose a total ad valorem (property) tax rate for the tax year 2025 at a rate of **\$0.5711** per \$100 assessed value. The new rate is higher than the no-new-revenue tax rate of \$0.5335 and the normal voter-approval rate of \$0.5579, pursuant to Section 26.042 of the Texas Code, which authorizes the City to calculate the voter-approval tax rate at an 8% increase based upon the declaration of a disaster area. This proposed tax rate is currently scheduled to be adopted by passage of an ordinance, the second and final reading of which is scheduled to occur on September 23, 2025. The first reading of the ordinance, scheduled to occur on

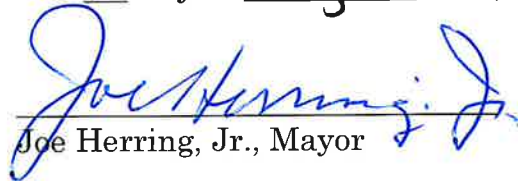
September 9, 2025, includes a public hearing, which shall occur during the meeting scheduled for 6:00 p.m. at City Hall, 701 Main Street.

SECTION TWO. Publication of Budget. In accordance with Section 8.04 of the City Charter, the City Secretary is directed to publish a general summary of the budget and a notice stating the time and places where this message and full budget are available for public inspection.

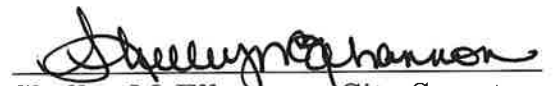
SECTION THREE. Public Hearing for Budget. Pursuant to Section 8.03 of the City Charter and Chapter 102, Texas Local Government Code, a public hearing on the proposed budget is scheduled for during the meeting scheduled for 6:00 p.m. on September 9, 2025, at City Hall, 701 Main Street.

SECTION FOUR. Notices. The City Secretary is directed to provide notice of the above specified public hearings and to take other actions in accordance with state law and the City's Charter.

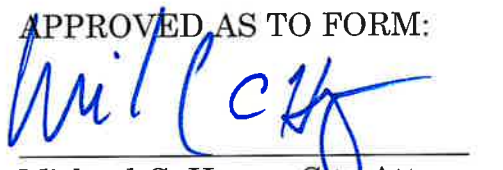
PASSED AND APPROVED ON this the 19 day of August A.D., 2025.


Joe Herring, Jr., Mayor

ATTEST:


Shelley McElhannon, City Secretary

APPROVED AS TO FORM:


Michael C. Hayes, City Attorney