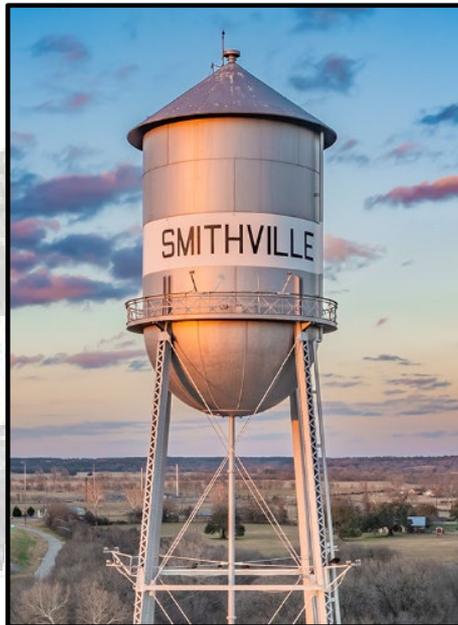


City of Smithville Special-Called Council Meeting / Budget Workshop #4



Wednesday, September 3, 2025

Special-Called Council Meeting / FY25-26 Preliminary Budget Workshop #4



City of Smithville Staff



**For your hard work on the budget.
Your efforts are recognized and
appreciated!**

Special-Called Council Meeting / Budget Workshop #4

Wednesday, September 3, 2025

Agenda:

- FY25-26 Budget Overview
 - Budget Recap / Changes
 - Proposed Projects / Plans
 - Series 2025 Tax Note
 - Proposed Tax Rate
 - Summary
- Public Hearing on Proposed Tax Rate
- Public Hearing on FY25-26 Proposed Budget
- Discussion / Action on FY25-26 Budget
- Next Steps



City of Smithville Special-Called Council Meeting / Budget Workshop #4



FY25/26 Proposed Budget

City of Smithville Budget Workshop #4

Wednesday, September 3, 2025

Budget Changes Since Last Workshop:

- FY25/26 Budget “re-balanced” at **\$16,556,095** → **\$163k** < FY24/25.
- Added **(\$75k)** for Eco Dev Director in Dept. 300.
- Increased Legal Services expense by **(\$25k)** to \$100k in Dept. 100.
- Increased Community Services **(\$8k)** for Non-Profit Utilities / Rent.
- Cut **(\$11k)** for Mayor monthly stipend and Council / EE armbands for Jamboree.
- Transferred **(\$50k)** from GF (Dept. 160) and **(50k)** from UF (Dept. 620) to 2025 Tax Note.



CITY OF SMITHVILLE GENERAL FUND FISCAL YEAR 2025-26 PROPOSED BUDGET At August 12, 2025 - Version 4									
	2020-21	2021-22	2022-23	2023-24	@ 8/12/2025 2024-25 YTD ACTUAL	2024-25 BUDGET	PROPOSED 2025-26 BUDGET	\$ amt diff	
200 GRANTS & ECONOMIC DEVELOPMENT									
SALARIES	33,840	72,157	77,885	99,157	99,881	120,054	124,853	3,627	
PAYROLL BENEFITS	8,531	18,906	23,242	28,711	29,249	35,656	38,258	2,642	
TOTAL PERSONNEL	42,371	91,063	101,128	127,869	129,130	155,710	163,111	6,269	
5100 ADVERTISING & PUBLICATIONS	1,066	1,291	891	2,312	2,500	1,000	2,000	1,000	
5100 COMMUNICATIONS & PHONE	240	240	240	465	495	340	340	0	
5100 FAXES & SUBSCRIPTIONS	3,375	1,280	4,375	5,607	6,657	8,750	39,493	21,745	
5100 TRAVEL & TRANSPORTATION	0	111	129	1,273	100	600	250	(410)	
5100 TUITION & REGISTRATION	475	1,575	3,150	3,155	2,345	3,300	1,700	(2,100)	
5100 MEALS & LODGING	0	367	883	1,641	74	2,322	250	(2,072)	
5100 WEBSITE EXPENSE	0	0	0	5,210	0	3,000	1,600	(500)	
5100 OTHER PROFESSIONAL SERVICES / LEGAL	500	1,300	3,075	4,521	10,917	10,000	175,000	(6,500)	
5100 CONTRACT LABOR	0	0	0	0	0	0	0	0	
TOTAL SERVICES	5,656	6,164	13,646	23,754	23,897	23,897	28,975	187,160	
5100 OPERATING CLOTHING & UNIFORMS	0	7	145	150	54	100	100	0	
5100 COMPUTER OFFICE	150	108	0	297	17	250	250	0	
TOTAL SUPPLIES & MATERIALS	150	115	145	447	71	350	350	0	
2700 COMMUNITY ENGAGEMENT PROJECTS	0	8,361	23,789	5,011	2,033	5,000	5,000	0	
2707 OTHER PUBLIC SERVICES	0	0	0	0	0	0	0	0	
2747 BELLEFLORES	750	1,800	1,800	1,003	2,319	2,000	0	(2,000)	
2748 CULTURAL DISTRICT	3,119	4,158	13,052	12,772	2,792	5,000	3,300	(1,500)	
2748 FACADE GRANT	5,000	5,000	0	5,000	0	5,000	3,000	(2,000)	
2748 SPECIAL PROJECTS	15,000	15,000	0	0	0	0	0	0	
TOTAL OTHER CHARGES	23,889	34,318	38,641	24,686	7,145	17,000	11,300	(5,580)	
CAPITAL EXPENDITURES									
BUILDING & STRUCTURES	0	0	0	0	0	0	0	0	
TOTAL CAPITAL EXPENDITURES	0	0	0	0	0	0	0	0	
TOTAL GRANTS & ECO DEV	72,446	131,661	153,560	176,756	154,372	202,015	389,914	187,929	

Dept 300 – Eco Dev



CITY OF SMITHVILLE GENERAL FUND
FISCAL YEAR 2025-26 PROPOSED BUDGET
 At August 22, 2025 - Version 4

	2020-21	2021-22	2022-23	2023-24	@ 8/12/2025 2024-25 YTD ACTUAL	2024-25 BUDGET	PROPOSED 2025-26 BUDGET	\$ amt diff
	ACTUAL	ACTUAL	ACTUAL	ACTUAL				
300 GRANTS & ECONOMIC DEVELOPMENT								
SALARIES	33,840	72,157	77,886	99,157	94,811	120,954	124,581	3,627
PAYROLL BENEFITS	8,931	18,906	23,242	28,711	29,249	35,646	38,288	2,642
TOTAL PERSONNEL	42,771	91,063	101,128	127,869	124,060	156,600	162,869	6,269
5110 ADVERTISING & PUBLICATIONS	1,066	1,291	894	2,312	2,500	1,000	2,000	1,000
5120 COMMUNICATIONS & PHONE	240	240	240	465	495	540	540	0
5140 DUES & SUBSCRIPTIONS	3,375	1,280	4,375	5,067	6,657	8,750	30,495	21,745
5190 TRAVEL & TRANSPORTATION	0	111	129	1,273	109	660	250	(410)
5200 TUITION & REGISTRATION	475	1,575	3,150	3,155	2,345	3,800	1,700	(2,100)
5210 MEALS & LODGING	0	367	883	1,641	74	2,325	250	(2,075)
5289 WEBSITE EXPENSE	0	0	0	5,319	0	1,000	1,500	500
5290 OTHER PROFESSIONAL SERVICES / LEGAL	500	1,300	3,975	4,521	10,917	10,000	10,000	(6,500)
5320 CONTRACT LABOR	0	0	0	0	0	0	175,000	175,000
TOTAL SERVICES	5,656	6,164	13,646	23,754	23,097	28,075	245,225	187,160
5420 OPERATING/CLOTHING & UNIFORMS	0	7	145	150	54	100	100	0
5410 COMPUTER/OFFICE	150	108	0	297	17	250	250	0
TOTAL SUPPLIES & MATERIALS	150	115	145	447	71	350	350	0
5746 COMMUNITY ENGAGEMENT PROJECTS	0	8,361	23,789	5,011	2,033	5,000	5,000	0
5757 OTHER PUBLIC SERVICES	0	0	0	0	0	0	0	0
5747 BILLBOARDS	750	1,800	1,800	1,903	2,319	2,000	0	(2,000)
5744 CULTURAL DISTRICT	3,119	4,158	13,052	12,772	2,792	5,000	3,500	(1,500)
5748 FAÇADE GRANT	5,000	5,000	0	5,000	0	5,000	3,000	(2,000)
5764 SPECIAL PROJECTS	15,000	15,000	0	0	0	0	0	0
TOTAL OTHER CHARGES	23,869	34,318	38,641	24,686	7,145	17,000	11,500	(5,500)
CAPITAL EXPENDITURES								
----- BUILDING & STRUCTURES	0	0	0	0	0	0	0	0
TOTAL CAPITAL EXPENDITURES	0	0	0	0	0	0	0	0
TOTAL GRANTS & ECO DEV	72,446	131,661	153,560	176,756	154,372	202,025	389,954	187,929

Smithville City Council Budget Workshop #4

Wednesday, September 3, 2025

CITY OF SMITHVILLE GENERAL FUND SUMMARY FISCAL YEAR 2025-26 PROPOSED BUDGET At August 22, 2025 - Version 4				
	2024-25 BUDGET	PROPOSED 2025-26 BUDGET	DIFFERENCE 2024-25 to 2025-26	
			Amount	Percent
REVENUES:				
Taxes	3,082,184	3,241,005	158,821	5.15%
Licenses & Permits	186,900	148,930	(37,970)	-20.32%
Services	1,667,675	1,728,350	60,675	3.64%
Court	57,250	57,250	0	0.00%
Contributions	616,650	181,750	(434,900)	-70.53%
Miscellaneous	464,959	523,100	58,141	12.50%
Interfund Transfers	1,255,337	1,189,237	(66,100)	-5.27%
TOTAL REVENUE	7,330,955	7,069,622	(261,333)	-3.56%
EXPENSES:				
Administration	452,488	539,186	86698	19.16%
Finance	83,208	83,614	406	0.49%
Police	1,799,411	1,872,325	72,914	4.05%
Animal Control	74,192	77,013	2,821	3.80%
Court	94,394	92,011	(2,384)	-2.53%
Fire	144,328	140,133	(4,195)	-2.91%
Library	463,642	471,168	7,527	1.62%
Parks & Recreation	452,120	450,310	(1,809)	-0.40%
Recreation Center	418,476	422,759	4,283	1.02%
Community Service	68,595	67,990	(605)	-0.88%
Street & Alley	516,428	408,286	(108,142)	-20.94%
Solid Waste	1,496,202	1,389,936	(106,266)	-7.10%
Enforcement/Insp	201,201	222,598	21,396	10.63%
Cemetery	144,034	134,429	(9,605)	-6.67%
Airport	720,210	307,910	(412,300)	-57.25%
Grants & Eco Development	202,025	389,954	187,929	93.02%
TOTAL EXPENSES	7,330,955	7,069,622	(261,333)	-3.56%
Revenues Over/(Under) Expenses	(0)	(0)		

BALANCED

CITY OF SMITHVILLE UTILITY FUND SUMMARY FISCAL YEAR 2025-26 PROPOSED BUDGET At August 22, 2025 - Version 4				
	2024-25 BUDGET	PROPOSED 2025-26 BUDGET	DIFFERENCE 2024-25 to 2025-26	
			Amount	Percent
REVENUES:				
Electrical	5,728,978	5,717,539	(11,439)	-0.20%
Water	1,261,820	1,233,000	(28,820)	-2.28%
Wastewater	882,885	855,000	(27,885)	-3.16%
Miscellaneous	520,345	639,034	118,689	22.81%
TOTAL REVENUES	8,394,028	8,444,573	50,545	0.60%
EXPENSES:				
Administration	3,165,871	3,289,226	123,355	3.90%
Electrical	3,869,727	3,807,086	(62,641)	-1.62%
Recycling	63,757	62,515	(1,243)	-1.95%
Water	409,359	387,659	(21,700)	-5.30%
Wastewater	885,312	898,087	12,775	1.44%
TOTAL EXPENSES	8,394,028	8,444,573	50,545	0.60%
Revenues Over/(Under) Expenses	0	(0)		

*TOTAL = \$16,556,095

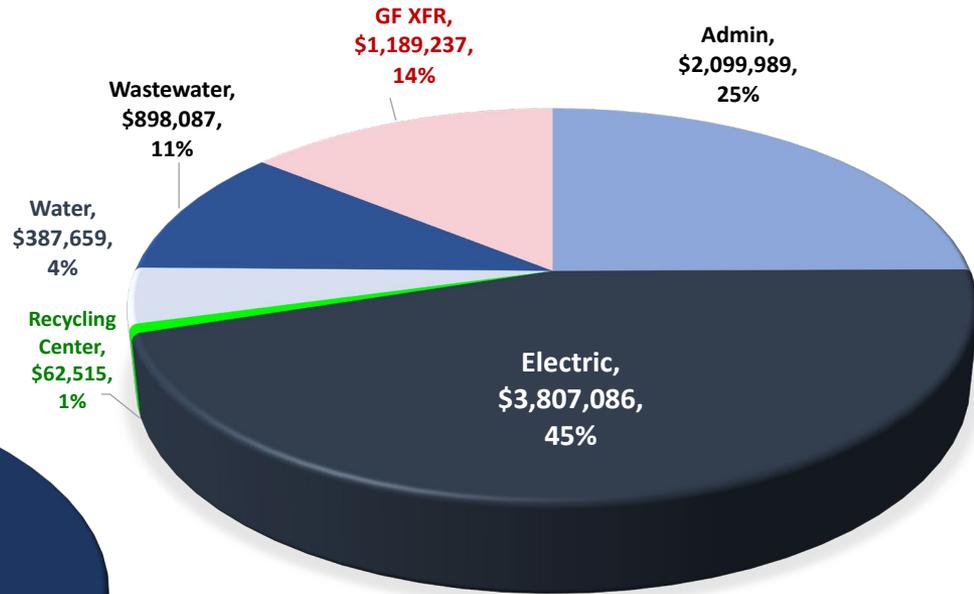
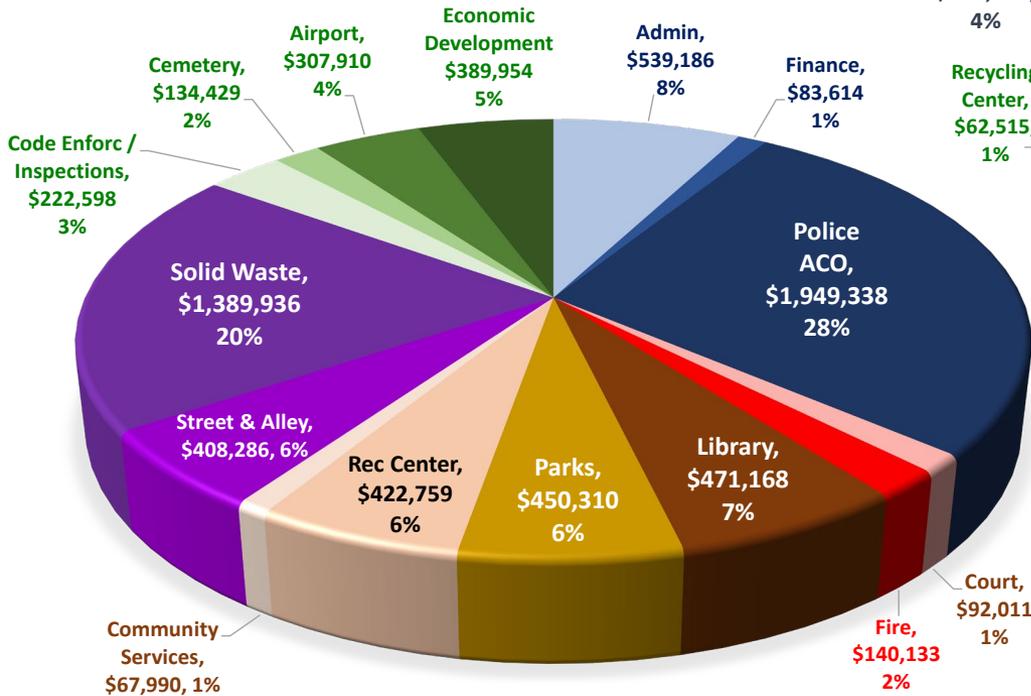
*Includes Debt Service (\$906,299) + Maint. (\$135,601)



Smithville City Council Budget Workshop #4

Wednesday, September 3, 2025

FY25/26 GENERAL FUND EXPENSES \$7,069,622

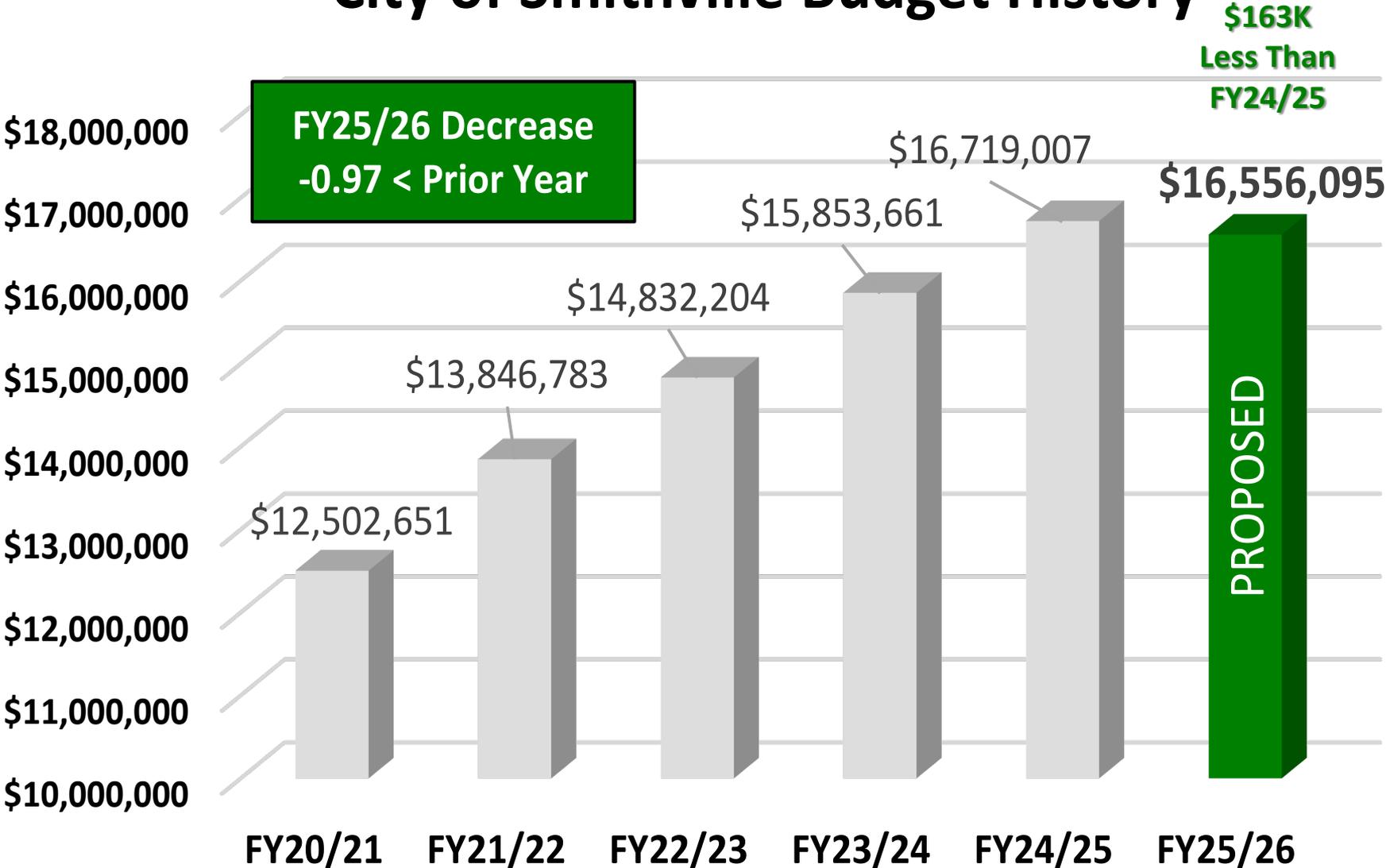


FY25/26 UTILITY FUND EXPENSES \$8,444,573

***TOTAL = \$16,556,095**

*Includes Debt Service (\$906,299) + Maint. (\$135,601)

City of Smithville Budget History



Smithville City Council Workshop #4

Wednesday, September 3, 2025

FY25-26 Proposed Projects & Plans:

- **Implement** ERP / CRM system;
- **Complete** Comprehensive Plan;
- **Expand** Economic Development Department;
- **Conduct** Efficiency Audit(s) of Select Departments;
- **Support** Hwy 95 Expansion / Utilities Relocation;
- **Construct** TDHCA HOME Grant homes for qualified candidate(s);
- **Support** FEMA DR-4485 – Emergency Generator(s) for Water Plants.
- **Support** GLO CDBG-MIT City-wide drainage Improvement Projects;
- **Complete** construction of SRTS/TA sidewalks on NE 8th / Marburger / Miller / MLK;
- **Support** Airport Expansion (e.g., Lighting, Parallel Taxiway, AWOS, Runway Extension);
- **Complete** Tub Grinding and TFS Fuels Mitigation at city Brush Dump on the “Hill”;
- **Support** TDEM-DOE GRG Project for Downtown underground Electric Service;
- **Support** CDBG-MIT MOD drainage improvement @ SISD / Jones Road;
- **Identify** funding source for WWTF Expansion (TBD);
- **Re-bid** / Negotiate Solid Waste Services Contract;
- **Develop** / Implement “On-Demand” Leaf & Limb Service;
- **Support** Commercial and Residential Development Projects;
- **Implement** Impact Fees.



Robert Tamble, CSP/CIT
City Manager
Airport Manager
Emergency Mgmt. Coordinator



KEEP THE LIGHTS ON, WATER RUNNING, AND TOILETS FLUSHING!

City of Smithville Special-Called Council Meeting / Budget Workshop #4



Series 2025 Tax Note

City of Smithville Budget Workshop #4

Wednesday, August 20, 2025

Proposed Series 2025 Tax Note:

- \$3M Tax Note for infrastructure upgrades, facility improvements, and capital equipment.
- 7-year amortization with fixed interest rate.
- Must spend within 3-years of issuance. Accrues interest.
- Structure / Repayment:
 - **\$2M – General Fund**
Repaid with property taxes from the I&S portion of debt service.
 - **\$1M – Utility Fund**
Repaid by monthly fee added to Utility Bill - **\$6.35** / customer / mo.



DECISION POINT:

Priority? What Do You Want to Add/Delete?

Smithville Police Department				
Item #	Description	Qty	Unit Cost	Total
1	Patrol Vehicles	2	\$65,000	\$130,000
2	Encrypted Radios	15	\$5,000	\$75,000
3	Micellaneous Equipment	1	\$15,000	\$15,000
4	Gun Range Upgrade	1	\$25,000	\$25,000
5	Animal Shelter Rehab	1	\$5,000	\$5,000
				\$250,000
Public Works / Utilities				
Item #	Description	Qty	Unit Cost	Total
6	Grant Match for WWTF	1	\$1,000,000	\$1,000,000
7	Tub Grinding @ Brush Dump	1	\$50,000	\$50,000
8	Streets/Drainage/Sidewalks/Curbs	1	\$150,000	\$150,000
9	Electric Utility Upgrades	1	\$250,000	\$250,000
10	Utility Trucks (F-150)	4	\$20,000	\$80,000
11	Wash Bay at Warehouse	1	\$25,000	\$25,000
12	Mowers	2	\$17,500	\$35,000
13	Mechanic Truck Lift & Diagnostic Computer	1	\$20,000	\$20,000
14	Stump Grinder	1	\$25,000	\$25,000
15	Covered Bays at Brush Dump	1	\$25,000	\$25,000
16	Miscellaneous Tools / Equip.	1	\$50,000	\$50,000
17	Sewer Extension @ Riverbend	1	\$100,000	\$100,000
18	Remodel Public Restrooms	1	\$75,000	\$75,000
				\$1,885,000
General				
Item #	Description	Qty	Unit Cost	Total
19	MLK Sidewalk Grant Match	1	\$360,000	\$360,000
20	Computer / Software Upgrade	1	\$75,000	\$75,000
21	Encrypted Radios for SVFD	15	\$5,000	\$75,000
22	Airport RAMP Grant	1	\$10,000	\$10,000
23	Playground Equipment	1	\$200,000	\$200,000
24	Misc. City Facility Upgrades	1	\$125,000	\$125,000
25	Tree Trimming @ Cemetery	1	\$10,000	\$10,000
				\$855,000

Total = \$2,990,000

City of Smithville \$3M Series 2025 Tax Note - PROPOSED

Smithville Police Department

Item #	Description	Qty	Unit Cost	Total	Actual	Comments
1	Patrol Vehicles	2	\$65,000	\$130,000		Two (2) fully outfitted Patrol Vehicles
2	Encrypted Radios	15	\$5,000	\$75,000		Estimate \$5-6k each (Kenwood vs Motorola)
3	Micellaneous Equipment	1	\$15,000	\$15,000		Weapons, Ammunition, Office Equipment, Computers, etc.
4	Gun Range Upgrade	1	\$25,000	\$25,000		Install portable building w/ HVAC for gun safety training and storage
5	Animal Shelter Rehab	1	\$5,000	\$5,000		Repair / rehab City Animal Shelter for use during emergency
				\$250,000	\$0	

Public Works / Utilities

Item #	Description	Qty	Unit Cost	Total	Actual	Comments
6	Grant Match for WWTF	1	\$1,000,000	\$1,000,000		10% Match for \$10M DRRP Grant for WWTF expansion OR Priority 1 Repairs
7	Tub Grinding @ Brush Dump	1	\$50,000	\$50,000		Tub grinding at brush dump and removal of mulch to reduce fire risk
8	Streets/Drainage/Sidewalks/Curbs	1	\$200,000	\$200,000		Road repair / paving, Sidewalks, curbs, and gutters. Small drainage projects.
9	Electric Utility Upgrades	1	\$300,000	\$300,000		Garwood Re-conductor, power line tree trimming, XFRM / utility pole purchases, Eng. Studie
10	Utility Trucks (F-150)	4	\$20,000	\$80,000		Replace older trucks in current fleet w/ Used (newer) vehicles
11	Wash Bay at Warehouse	1	\$25,000	\$25,000		Wash Bay will allow PW/U staff the ability to wash vehicles on-site
12	Mowers	2	\$17,500	\$35,000		New Mowers for Cemetery and Parks
13	Mechanic Truck Lift & Diagnostic Computer	1	\$20,000	\$20,000		Mechanic's Truck Lift & Diagnostic Computer
14	Stump Grinder	1	\$25,000	\$25,000		Heavy-duty portable Stump Grinder
15	Covered Bays at Brush Dump	1	\$25,000	\$25,000		Build 3-stall covered bays to store maintainer, backhoe, and machines
16	Miscellaneous Tools / Equip.	1	\$50,000	\$50,000		Weed-eaters, Chainsaws, Tools, Sod Cutter, Paint Striping Machine
17	Sewer Extension @ Riverbend	1	\$0	\$0		Grant Match to Extend sewer to Pavilion / Chuckwagon Square. Move to REUSE
18	Remodel Public Restrooms	1	\$75,000	\$75,000		Upgrade to interior only (Riverbend, MLK, Train Park)
				\$1,885,000	\$0	

General

Item #	Description	Qty	Unit Cost	Total	Actual	Comments
19	MLK Sidewalk Grant Match	1	\$360,000	\$360,000		\$2.7M TXDOT SRTS/TA Grant w/ 20% city match (\$1.8M TA portion)
20	Computer / Software Upgrade	1	\$75,000	\$75,000		Windows 10 obsolete. Upgrade to Windows 11 for all EE's w/ Computer
21	Encrypted Radios for SVFD	15	\$5,000	\$75,000		Estimate \$5-6k each (Kenwood vs Motorola). Misc. Equipment (SCBA's)
22	Airport RAMP Grant	1	\$10,000	\$10,000		Crack-fill and Sealcoat RAMP area and Taxiway (90/10)
23	Playground Equipment	1	\$200,000	\$200,000		Playground equipment. ADA-compliant Mulch. Keilberg Park Concession
24	Misc. City Facility Upgrades	1	\$125,000	\$125,000		AV System Upgrade at Rec Center / Council Chambers / Council chairs
25	Tree Trimming @ Cemetery	1	\$10,000	\$10,000		Contractor to Remove all Dead Trees at Oak Hill and Mt. Pleasant Cemetery
				\$855,000	\$0	
				Grand Total		
				\$2,990,000		

City of Smithville Special-Called Council Meeting / Budget Workshop #4



FY25/26 Proposed Tax Rate

CITY OF SMITHVILLE
2025 Property Tax Calculation Worksheet
For Fiscal Year 2025-2026 Budget
as of 8/20/2025 (V.3)

BCAD CERTIFIED PROPERTY VALUES
7/24/25

\$1,628,659	2024-25 M&O Collection Budget (AMENDED ESTIMATE)
0.361372	2024-25 M&O Tax Rate
0.22758	2024-25 Debt Service Tax Rate
0.588952	2024-25 Total Tax Rate



**Avg Impact
 To Citizens
 \$190 / Year**

Avg Total COS Tax = \$1,709

2025 No-New-Revenue Tax Rate (Effective Tax Rate)	0.624443
2025 Voter-Approval Tax Rate (Rollback Tax Rate)	0.678806
2025 De Minimis Rate	0.769980
2025 PROPOSED TAX RATE	0.678806

Collection Basis	2025	2024
Certified Net Taxable-Approved	445,759,404	472,892,622
less Freeze Taxable (Ceiling)	(106,242,151)	(107,038,265)
Certified Net Taxable-Under Review	23,934,437	
less allowance for contested (20%)	(4,786,888)	
Adjusted Net Taxable	358,664,802	365,854,357

	2025 New M&O Rate	2025 Debt Svc Rate *	2025 Total Rate	2025 M&O w/o Freeze Ovr65 Revenue**	2025 M&O Freeze Over 65 Actual Tax Rev	2025 M&O Revenue	M&O Revenue Increase Over 2024-25 Budget	Avg Homestead*** Increase Over 2024-25 Payment	Avg Homestead*** Property Tax Paid 2025-26 Tax Rate
M&O Increased By:									
De Minimis Rate	0.524654	0.245326	0.769980	\$1,938,202	\$357,373	\$2,295,574	\$666,915	\$420.18	\$1,939
PROPOSED Voter-Approval Tax Rate	0.433480	0.245326	0.678806	\$1,601,382	\$357,373	\$1,958,755	\$330,096	\$190.57	\$1,709
7 cent increase	0.413626	0.245326	0.658952	\$1,528,037	\$357,373	\$1,885,409	\$256,750	\$140.57	\$1,659
5 cent increase	0.393626	0.245326	0.638952	\$1,454,152	\$357,373	\$1,811,524	\$182,865	\$90.20	\$1,609
No-New-Revenue Tax Rate	0.379117	0.245326	0.624443	\$1,400,552	\$357,373	\$1,757,925	\$129,266	\$53.66	\$1,573
Current Tax Rate	0.343626	0.245326	0.588952	\$1,269,439	\$357,373	\$1,626,812	-\$1,847	-\$35.72	\$1,483

2025 Debt Service Revenue: \$ 906,299

*Debt Service Revenue: = [(Adjusted Net Taxable/100) x Debt Svc Rate x Collection Rate]

**M & O Revenue: = [(Adjusted Net Taxable/100) x M&O Rate x Collection Rate]

Calculations based on: 103% collection rate with an Adjusted Net Taxable of \$358,664,802

***Average Homestead Value: average taxable 2024 (FY 2024-2025) \$257,902 average taxable 2025 (FY 2025-2026) \$251,837

2025-2026 Debt Service (General / I&S)	
Payments:	
2018 CO's (refi 98, refi 05)	\$ -
2019 CO's	\$ 57,888
Tax Note, Series 2021	\$ 107,966
Tax Note, Series 2022	\$ 190,563
Tax Note, Series 2023	\$ 521,750
Tax Note, Series 2025	\$ 328,133
	\$ 1,206,299
Collections:	
Other Sources (Over65 Freeze)	\$ 300,000
Property Tax Levy	\$ 906,299
Prop Tax excess 2024	\$ -
	\$ 1,206,299

2025-26 Debt Service (Utility)	
Payments:	
2007 CO's	\$ 344,440
2019 CO's	\$ 146,350
	\$ 490,790
Collections:	
Utility Revenue	\$ 490,790

Freeze Over-65 Actual Tax Revenue	
2025-2026	
Total	\$ 517,931.25
Estimated M&O	\$ 357,372.56
Estimated Debt	\$ 160,558.69
Total	\$ 517,931.25

City of Smithville Budget Workshop #4

Wednesday, September 3, 2025

FY25-26 Tax Rate Discussion:

- **PROPOSED TAX RATE** is **\$0.678806** per \$100 valuation.
- FY25-26 Tax Rate increase due to Over-65 Exemptions & APV.
- Final FY25-26 budget depends upon **ADOPTED Tax Rate** which is a **GUARANTEED** source of **REVENUE** over time.



M&O Increased By:	2025 New M&O Rate	2025 Debt SVC Rate	2025 Total Rate	M&O Revenue Increase Over FY24-25 Budget	REVENUE GAIN / LOSS
De Minimis Rate	\$0.524654	\$0.245326	\$0.769980	\$666,915	\$336,819
Proposed Voter-Approval Tax Rate	\$0.433480	\$0.245326	\$0.678806	\$330,096	\$0
7 cent increase	\$0.413626	\$0.245326	\$0.658952	\$256,750	\$73,346
5 cent increase	\$0.393626	\$0.245326	\$0.638952	\$182,865	\$147,231
No-New-Revenue Tax Rate	\$0.379117	\$0.245326	\$0.624443	\$129,266	\$200,830
Current Tax Rate	\$0.343626	\$0.245326	\$0.588952	-\$1,847	\$331,943

Impact is **\$190.00** increase over taxes paid in FY24-25 based on BCAD average FY25-26 taxable value of **\$251,837**.



DECISION POINT – What Proposed Tax Rate Do You Want to Adopt?

Smithville City Council Workshop #4

Wednesday, September 3, 2025

Summary:



- Multiple Factors are impacting the FY25/26 PROPOSED Budget.
- Providing a **3% COLA** and reinstating benefits will improve morale, prevent attrition, and help reposition the City as an “Employer of Choice”
- Securing a **\$3M Tax Note** will allow infrastructure upgrades, facility improvements, and purchase of capital equipment.
- Adopting the **VAR Tax Rate (\$0.677806)** will remedy the Over-65 tax exemption deficit and adequately fund the services citizens have come to expect.
- Investing in Infrastructure Upgrades and Economic Development are key to our future success.

City of Smithville Special-Called Council Meeting / Budget Workshop #4



Public Hearing on Proposed Tax Rate

City of Smithville Special-Called Council Meeting / Budget Workshop #4



Public Hearing on FY25-26 Budget

City of Smithville Special-Called Council Meeting / Budget Workshop #4



DECISION POINTS:

Smithville City Council Workshop #4

Wednesday, September 3, 2025

Council Decision Points:

- What Budget Amendments do You Want?
- What Tax Rate are You Going to Adopt?
- What Budget are You Going to Adopt?



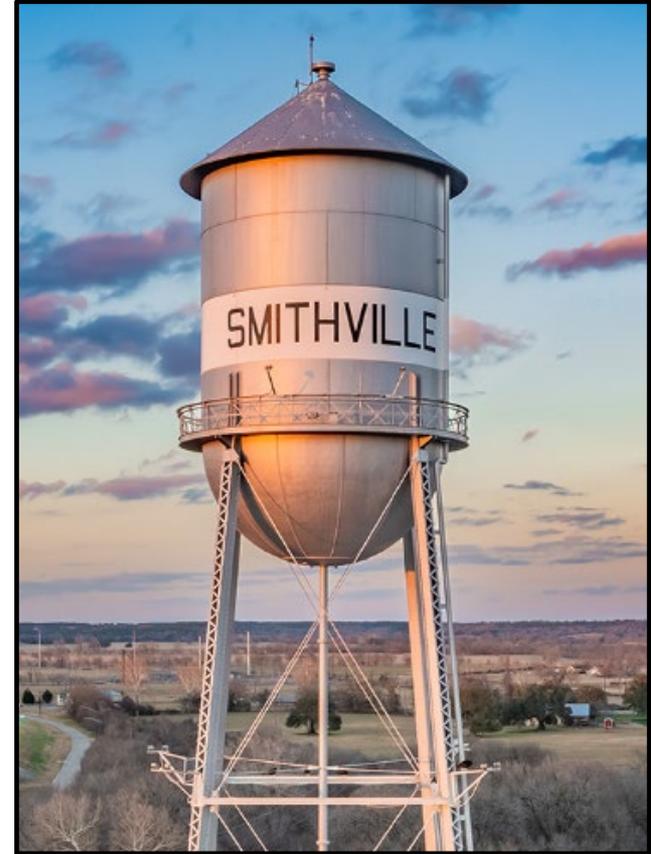
Must have Consensus moving forward to ensure Compliance with HB-1522 which requires the City to Post the Budget and Proposed Tax Rate 3-business days in advance of the September 8th Council Meeting.

City of Smithville - City Council Workshop #4

Wednesday, September 3, 2025

Next Steps:

- Incorporate budget changes as directed by City Council.
- Finalize FY25/26 Budget.
- Council will **VOTE** on **9/8/25** to Adopt FY25/26 Tax Rate & Budget.





BACK UP

City of Smithville Budget Workshop

Wednesday, September 3, 2025

GENERAL
FUND

**YELLOW
SHEET
REVIEW**

IF NEEDED

UTILITY
FUND

FY25 BCAD Property Values - CERTIFIED

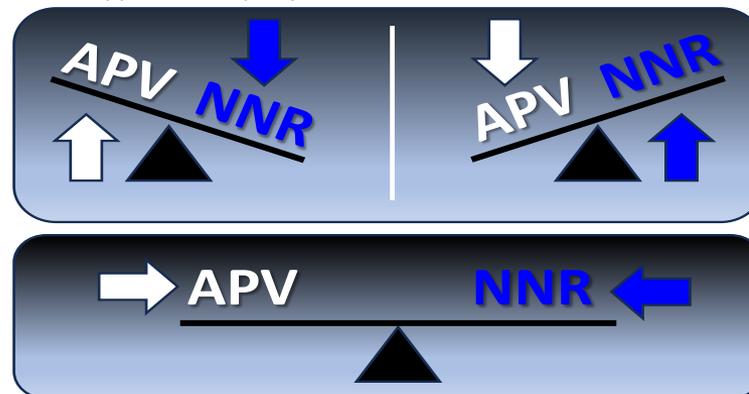
- 2025 BCAD net taxable property values CERTIFIED on 7/24/25.
- Total Assessed Property Value = **\$469,693,841**.
- **0.72% DECREASE** over last year's net taxable value of **\$473,112,093**.
- # of Over-65 Resident Exemptions **INCREASED** from 464 to 500 which equates to a **\$154k LOSS** in property tax revenue.

*The **No-New Revenue (NNR) Tax Rate** is the tax rate the City would pass to collect the same tax revenue as last year (FY24) using this year's (FY25) assessed values.*

BCAD Property Valuation & City Tax Rate Comparison								
Year	Assessed Valuation	% Change in Value	Avg Home Value	Avg City Tax Paid	M&O Rate	I&S Rate	Total Tax Rate	% Change
2025	\$469,693,841	-0.72%	\$251,837	\$1,709	\$0.433480	\$0.245326	\$0.678806	15.26%
2024	\$473,112,093	4.78%	\$257,902	\$1,519	\$0.361372	\$0.227580	\$0.588952	7.29%
2023	\$451,537,121	14.45%	\$236,410	\$1,298	\$0.376543	\$0.172400	\$0.548952	0.004%
2022	\$394,511,444	20.20%	\$208,432	\$1,144	\$0.383085	\$0.165893	\$0.548930	-0.01%
2021	\$328,207,972	12.44%	\$186,277	\$1,023	\$0.419400	\$0.129600	\$0.549010	0.002%
2020	\$291,892,810	6.06%	\$170,086	\$934	\$0.446627	\$0.102434	\$0.549000	-3.52%
2019	\$275,208,274	10.97%	\$162,541	\$925	\$0.452515	\$0.116505	\$0.569020	0.004%
2018	\$247,999,239	4.63%	\$151,444	\$862	\$0.445499	\$0.123500	\$0.568999	5.57%

Seesaw Effect

APV: Appraised Property Value NNR: No-New Revenue Tax Rate



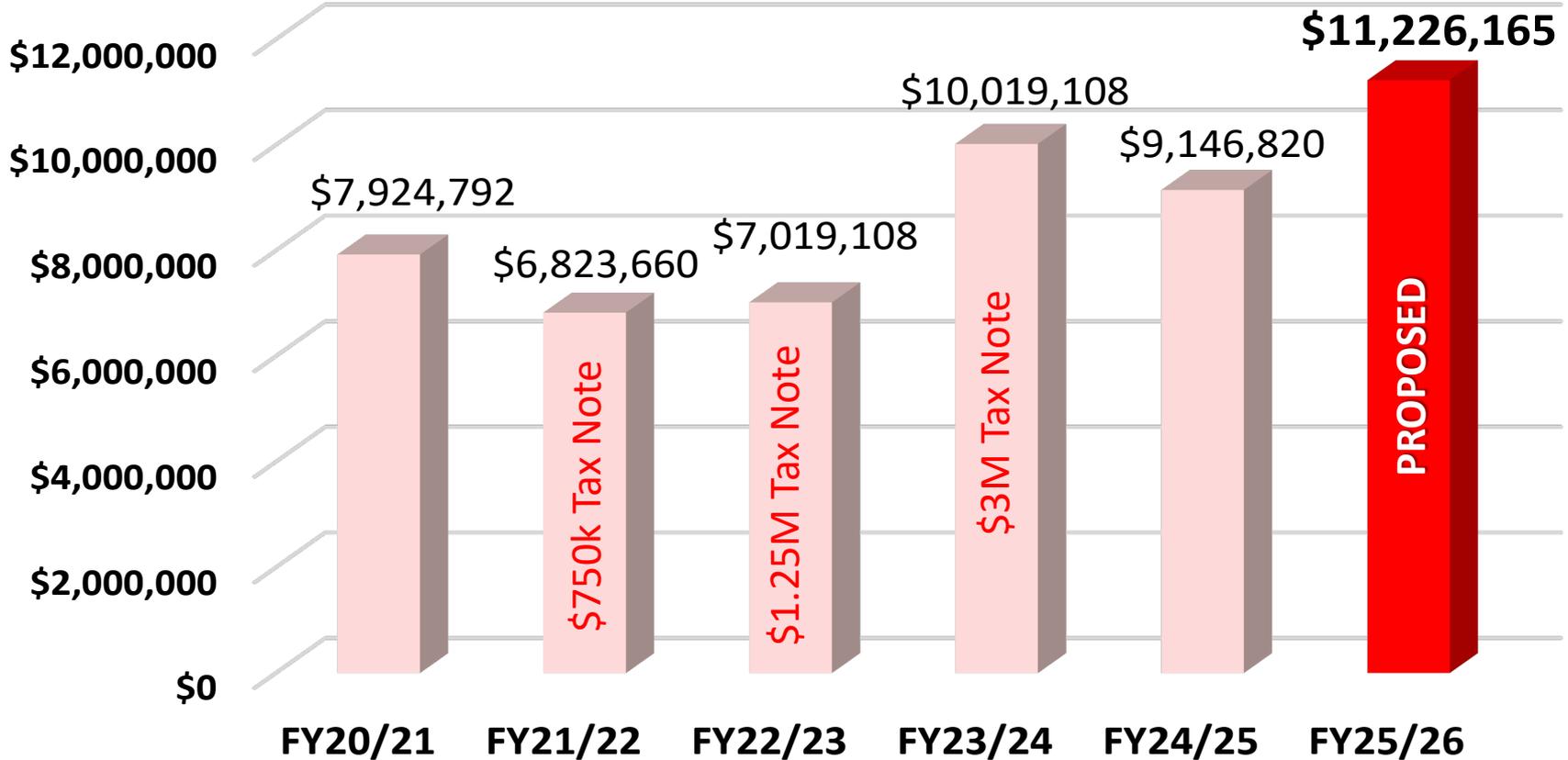
City of Smithville Budget / Tax Rate History

	FY20/21	FY21/22	FY22/23	FY23/24	FY24/25	FY25/26
General Fund	\$5,008,912	\$5,522,767	\$5,938,301	\$6,526,057	\$7,330,955	\$7,069,622
Utility Fund	\$6,982,972	\$7,703,590	\$8,029,067	\$8,320,855	\$8,394,028	\$8,444,573
I&S Debt	\$408,555	\$516,174	\$746,968	\$866,961	\$856,360	\$906,299
Maintenance Fund	\$102,212	\$104,252	\$117,868	\$139,788	\$137,664	\$135,601
TOTAL	\$12,502,651	\$13,846,783	\$14,832,204	\$15,853,661	\$16,719,007	\$16,556,095
% Year-Over-Year Increase / Decrease	2.19%	9.71%	6.64%	6.89%	5.46%	-0.97%
Tax Rate	\$0.549010	\$0.549000	\$0.548930	\$0.548952	\$0.588952	\$0.678806
% Year-Over-Year Increase / Decrease	-3.64%	0.00%	-0.01%	0.00%	7.29%	15.26%

- -0.97% Year-over-Year Budget **DECREASE** = \$163k LESS
- Current FY24/25 Tax Rate is \$0.588952 per \$100.00 valuation.
- **FY25/26 VAR TAX RATE is \$0.678806** per \$100.00 valuation

City of Smithville Debt History

Includes
\$3M Series 2025
Tax Note



- \$750k Tax Note (Series 2021) for Capital Equipment (Vehicles for PD & Public Works);
- \$1.25M Tax Note (Series 2022) for Capital Equipment / Infrastructure Upgrades;
- \$3M Tax Note (Series 2023) for Capital Equipment / Infrastructure Upgrades / Facility Improvements.
- \$3M Tax Note (Series 2025) for Capital Equipment / Infrastructure Upgrades / Facility Improvements.

