*Statements required in notice if the proposed tax rate exceeds the no-new-revenue tax rate and the voter-approval tax rate but does not exceed the de minimis rate, as prescribed by Tax Code §§26.06(b-1) and 26.063(c).*

# NOTICE OF PUBLIC HEARING ON TAX INCREASE

*This notice only applies to a taxing unit other than a special taxing unit or municipality with a population of less than 30,000, regardless of whether it is a special taxing unit.*

A tax rate of $ 0.770000 per $100 valuation has been proposed by the governing body of City of Graham.

| | | |
|---|---|---|
| PROPOSED TAX RATE | $ 0.770000 | per $100 |
| NO-NEW-REVENUE TAX RATE | $ 0.634426 | per $100 |
| VOTER-APPROVAL TAX RATE | $ 0.741110 | per $100 |
| DE MINIMIS RATE | $ 0.801134 | per $100 |

The no-new-revenue tax rate is the tax rate for the 2026 *(current tax year)* tax year that will raise the same amount of property tax revenue for City of Graham *(name of taxing unit)* from the same properties in both the 2025 *(preceding tax year)* tax year and the 2026 *(current tax year)* tax year.

The voter-approval rate is the highest tax rate that City of Graham *(name of taxing unit)* may adopt without holding an election to seek voter approval of the rate, unless the de minimis rate for City of Graham *(name of taxing unit)* exceeds the voter-approval rate for City of Graham *(name of taxing unit)*.

The de minimis rate is the rate equal to the sum of the no-new-revenue maintenance and operations rate for City of Graham *(name of taxing unit)*, the rate that will raise $500,000, and the current debt rate for City of Graham *(name of taxing unit)*.

The proposed tax rate is greater than the no-new-revenue tax rate. This means that City of Graham *(name of taxing unit)* is proposing to increase property taxes for the 2026 *(current tax year)* tax year.

A PUBLIC HEARING ON THE PROPOSED TAX RATE WILL BE HELD ON 09/14/2026 (CT) 11:00 AM *(date and time)*

at CIty of Graham Council Chambers, 608 Elm St., Graham, Texas, Graham, TX *(meeting place)*.

The proposed tax rate is greater than the voter-approval tax rate but not greater than the de minimis rate. However, the proposed tax rate exceeds the rate that allows voters to petition for an election under Section 26.075, Tax Code. If City of Graham *(name of taxing unit)* adopts the proposed tax rate, the qualified voters of the City of Graham *(name of taxing unit)* may petition the City of Graham *(name of taxing unit)* to require an election to be held to determine whether to reduce the proposed tax rate. If a majority of the voters reject the proposed tax rate, the tax rate of the City of Graham *(name of taxing unit)* will be the voter-approval tax rate of the City of Graham *(name of taxing unit)*.

YOUR TAXES OWED UNDER ANY OF THE TAX RATES MENTIONED ABOVE CAN BE CALCULATED AS FOLLOWS:

Property tax amount = ( tax rate ) x ( taxable value of your property ) / 100

*(List names of all members of the governing body below, showing how each voted on the proposal to consider the tax increase or, if one or more were absent, indicating absences.)*

FOR the proposal:

AGAINST the proposal: _____

PRESENT and not voting: _____

ABSENT: _____

The 86th Texas Legislature modified the manner in which the voter-approval tax rate is calculated to limit the rate of growth of property taxes in the state.

The following table compares the taxes imposed on the average residence homestead by City of Graham *(name of taxing unit)* last year to the taxes proposed to the be imposed on the average residence homestead by City of Graham *(name of taxing unit)* this year.

| | 2025 | 2026 | Change |
|---|---|---|---|
| **Total tax rate (per $100 of value)** | $0.690000 | $0.770000 | 11.59% increase |
| **Average homestead taxable value** | $151,881 | $165,102 | 8.7% increase |
| **Tax on average homestead** | $1,048 | $1,271 | 21.27% increase |
| **Total tax levy on all properties** | $3,604,234 | $4,271,028 | 18.5% increase |

***(Include the following text if these no-new-revenue maintenance and operations rate adjustments apply for the taxing unit)***

**No-New-Revenue Maintenance and Operations Rate Adjustments**

**State Criminal Justice Mandate (counties)**

The _____ County Auditor certifies that _____ County has
*(county name)* *(county name)*
spent $_____ in the previous 12 months for the maintenance and operations cost
*(amount minus any amount received from state revenue for such costs )*
of keeping inmates sentenced to the Texas Department of Criminal Justice. _____ County
*(county name)*
Sheriff has provided _____ information on these costs, minus the state revenues
*(county name)*
received for the reimbursement of such costs.

This increased the no-new-revenue maintenance and operations rate by _____ /$100.

**Indigent Health Care Compensation Expenditures (counties)**

The _____ spent $ _____ from July 1 _____to June 30 _____
*(name of taxing unit)* *(amount)* *(prior year)* *(current year)*
on indigent health care compensation procedures at the increased minimum eligibility standards, less the amount of state assistance.

For current tax year, the amount of increase above last year's enhanced indigent health care expenditures is $ _____.
*(amount of increase)*

This increased the no-new-revenue maintenance and operations rate by _____ /$100.

**Indigent Defense Compensation Expenditures (counties)**

The _____ spent $ _____ from July 1 _____to June 30 _____
*(name of taxing unit)* *(amount)* *(prior year)* *(current year)*
to provide appointed counsel for indigent individuals in criminal or civil proceedings in accordance with the schedule of fees adopted under Article 26.05, Code of Criminal Procedure, and to fund the operations of a public defender's office under Article 26.044, Code of Criminal Procedure, less the amount of any state grants received. For current tax year, the amount of increase above last year's enhanced indigent defense compensation expenditures is $ _____.
*(amount of increase)*

This increased the no-new-revenue maintenance and operations rate by _____ /$100.

**Eligible County Hospital Expenditures (cities and counties)**

The _____ spent $ _____ from July 1 _____to June 30 _____
*(name of taxing unit)* *(amount)* *(prior year)* *(current year)*
on expenditures to maintain and operate an eligible county hospital.

For current tax year, the amount of increase above last year's eligible county hospital expenditures is $ _____.
*(amount of increase)*
This increased the no-new-revenue maintenance and operations rate by _____ /$100.

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***(If the tax assessor for the taxing unit maintains an internet website)***

For assistance with tax calculations, please contact the tax assessor for City of Graham
*(name of taxing unit)*
at (940) 549-2392 or youngcad@youngcad.org, or visit https://young.truthintaxation.com
*(telephone number)* *(email address)* *(internet website address)*
for more information.

***(If the tax assessor for the taxing unit does not maintain an internet website)***

For assistance with tax calculations, please contact the tax assessor for _____
*(name of taxing unit)*
at _____ or _____.
*(telephone number)* *(email address)*