

CITY OF BAY CITY, TEXAS

ANNUAL OPERATING BUDGET

FOR FISCAL YEAR 2025

This budget will raise more revenue from property taxes than last year’s budget by an amount of \$456,705, which is a 7.11% increase from last year’s budget. The property tax revenue to be raised from new property added to the tax roll this year is \$32,675.

Note: The City Council elected last year of no tax increase and has lowered the City’s tax rate over the past 5 years from .65500 to .56995 or 8 cents. This proposed revenue increase equates to 2% of the City’s budget used to pay for maintenance & operations, capital, and debt. The City also dedicates \$200,000 to Tax Increment Reinvestment Zones to support new housing development and redevelopment in areas of the City.

City Council will vote on **September 24, 2024**

The members of the governing body will vote on the adoption of the budget as follows:

Record of Vote	Adopted Budget	Ratification of Property Tax Increase	Setting of Property Tax Rate
Mayor Robert K. Nelson			
Mayor Pro-Tem Becca Sitz			
Benjamin Flores			
Blayne Finlay			
Brad Westmoreland			
Jim Folse			

*Note: Mayor Robert K. Nelson is entitled to a vote.

Tax Rate Information	Adopted FY 2024	Proposed FY 2025
Property Tax Rate	.56995	.56916
No-New Revenue Tax Rate	.56995	.53314
No-New Revenue M&O Tax Rate	.43058	.40308
Debt Rate	.13542	.13469
Voter-Approval Tax Rate	.58338	.56916
De Minimis Rate	.60988	.57914

Debt service requirements for the City of Bay City are currently \$.13469 of the current **proposed** property tax rate of **\$.56916**. The City has sixteen outstanding debt issues. At the end of Fiscal Year 2025, outstanding general obligation bond and certificates of obligation bonds will be \$93,432,000, however only \$13,410,032 is currently supported by property taxes.

FY 2025 Debt Service Requirement to be paid by property taxes \$1,627,611. See Debt rate (.13469) requirement above.