

Tax Rate Public Hearing

MONDAY AUGUST 18, 2025

Tax Roll

**2024
Certified
7/28/025**

**2025
Preliminary
5/08/2025**

**2025
Certified
7/24/2025**

Grand Totals

3,443,725,681

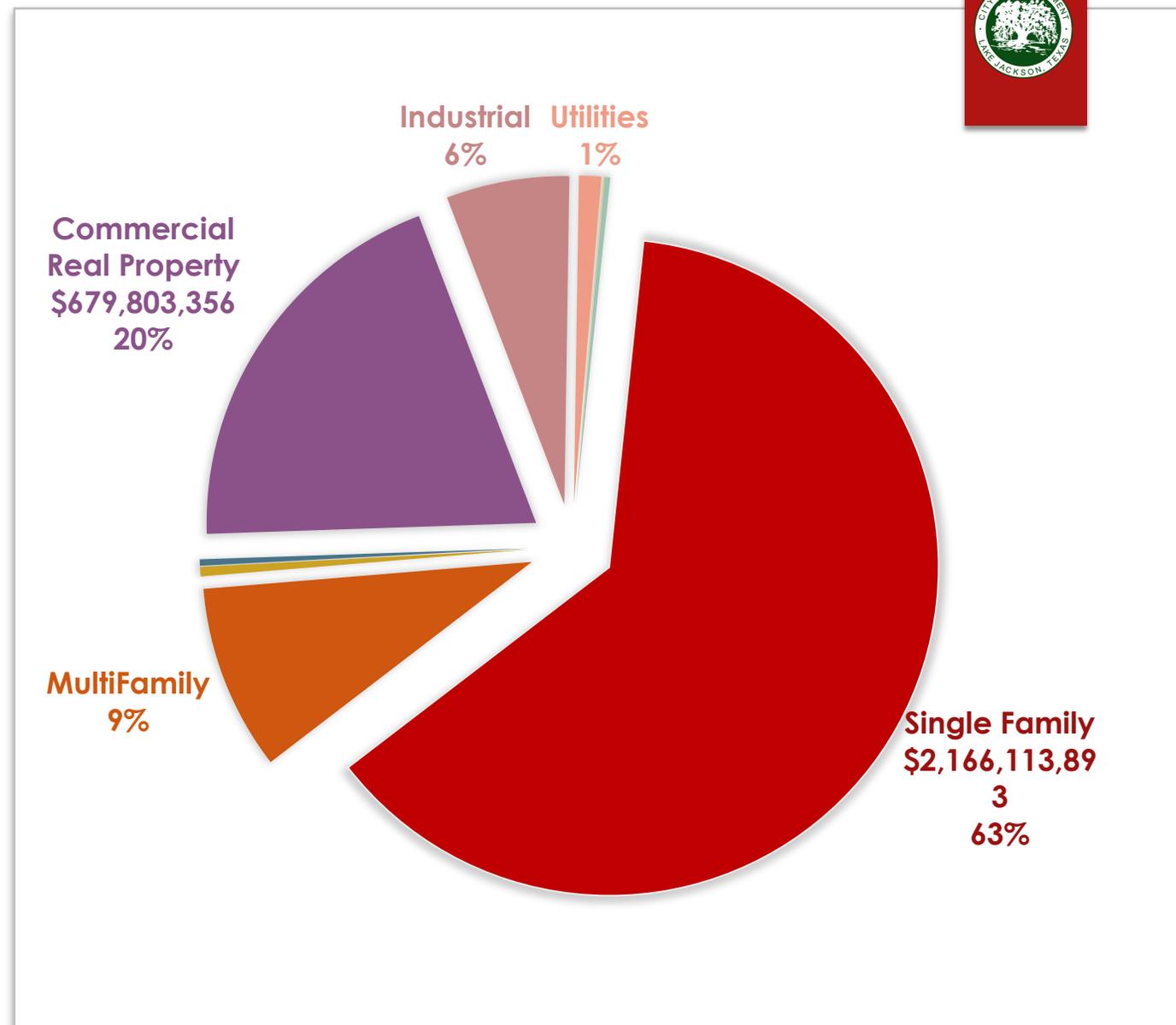
3,600,298,380

3,362,821,629

(80,904,052)

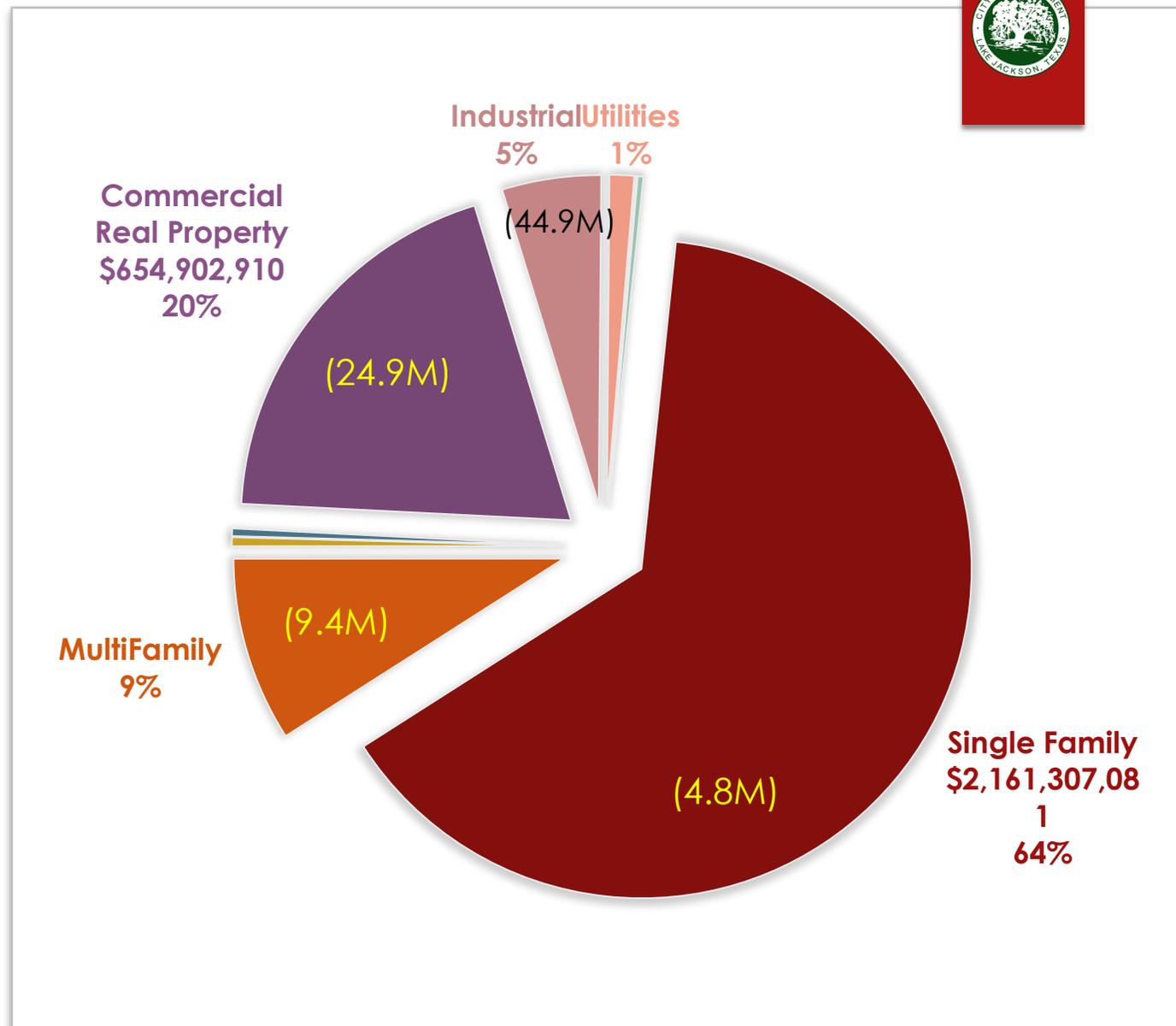


2024 Certified
Taxable Values
\$3,443,725,681





2025 Certified
Taxable Values
\$3,362,821,629
(80,904,052)





NO-NEW-REVENUE TAX RATE

The **No-New-Revenue Tax Rate** (NNR) is the total tax rate needed to raise the same amount of property tax revenue for the city from the same properties in both the 2025 tax year and the 2026 tax year.

This rate is split into 2 separate rates:

Maintenance & Operations (M&O) rate – rate to raise same levied in prior year.

Debt rate – rate necessary to pay city's debt payments.

This year's no-new-revenue tax rate:
\$0.335569/\$100



VOTER APPROVAL TAX RATE

The Voter Approval Tax Rate (VAR) is the highest tax rate that the city may adopt without holding an election to see voter approval of the rate.

This rate is split into 2 separate rates:

- Maintenance & Operations (M&O) rate – rate to raise same levied in prior year.
- Debt rate – rate necessary to pay city's debt payments.

This year's voter approval tax rate: **\$0.394840/\$100**

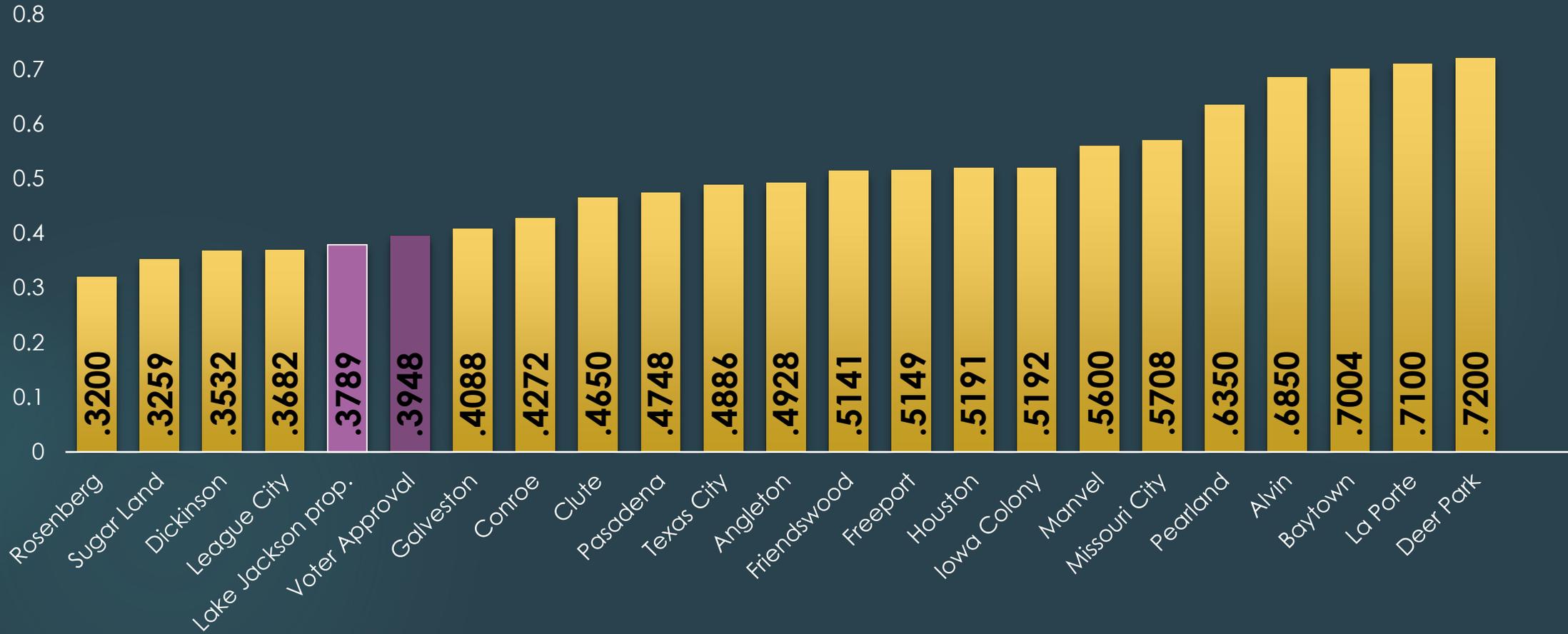
		No New Revenue Rate	Voter Approval Rate	Proposed Rate
	FY 2025	FY 2026	FY 2026	FY 2026
Avg Taxable Home Value	\$290,300	\$292,822	\$292,822	\$292,822
M&O – Authorized by City Council	0.208964	0.217288	0.224893	0.208964
I&S – Debt Approved by Voters	<u>0.116965</u>	<u>0.118281</u>	<u>0.169947</u>	<u>0.169947</u>
Total Tax Rate	0.325929	0.335569	0.394840	0.378911
Estimated Tax	\$946	\$982	\$1,167	\$1,110
Tax Rate Change from NNR Rate		0.00	0.062827	0.043342
M&O Tax Revenue	\$7,268,473	\$7,268,473	\$7,522,837	\$6,990,000
Net After 380 Agreements	6,636,473	6,636,473	6,890,837	\$6,426,600
What we budgeted	6,447,600			

Summary of Budget Workshop Changes



- ▶ Transfer of \$30,000 to Special Events for Fire Works restored.
- ▶ 1 – 2 Personal Leave days will be provided for Merit Recognition

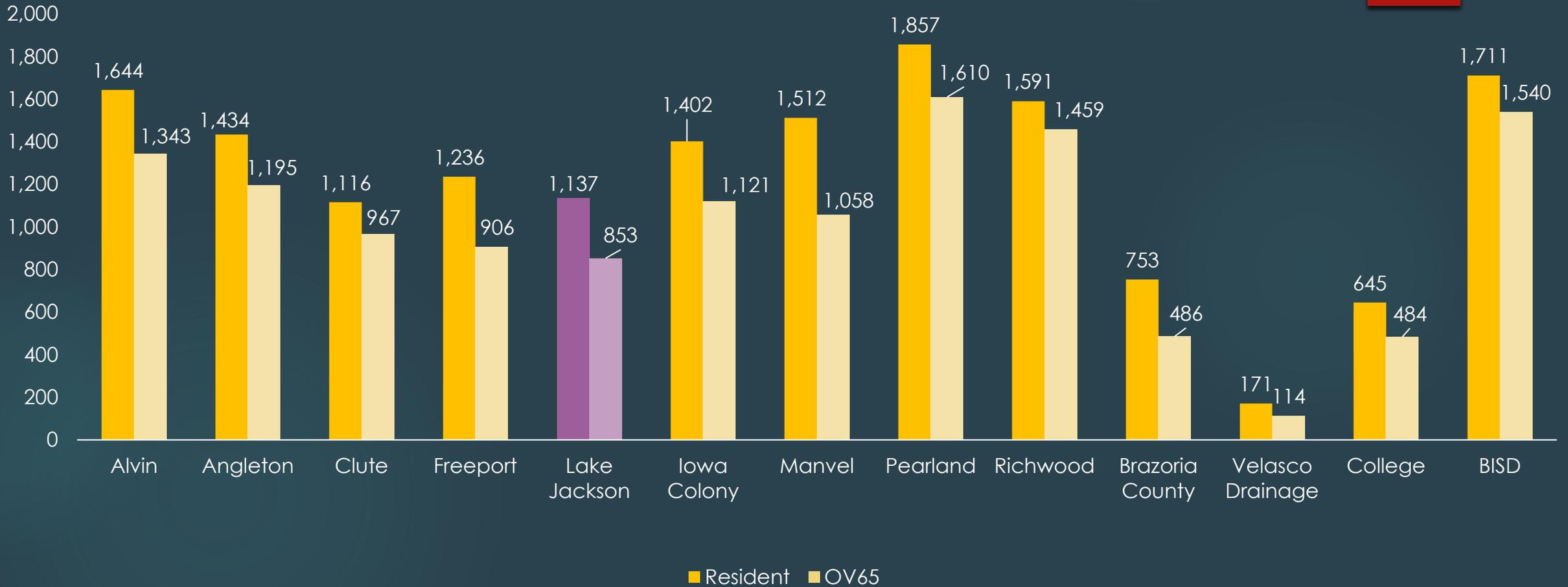
- ▶ City Manager's Recommended Changes to Proposed Budget:
 - Maintain current M&O rate (0.208964) which is less than the No-New-Revenue (NNR) Tax Rate of (0.217288)
 - Reduce the budgeted Property Tax collected for Maintenance and Operations – (\$71,575)
 - Reduce 380 Agreement to reflect last year's actual payment – (\$50,000)
 - Increase proposed Sales Tax - \$21,575
 - Reduce fund balance in Debt Service fund (\$131,246) to offset increase in debt payment (page 120 of Proposed Budget)



REGIONAL TAX RATES



Home Value: \$300,000



BRAZORIA COUNTY

Average of Surrounding City Taxes: \$1,474 – Seniors: \$1,207

