



Consent Item

Date: June 9, 2025

Division: Finance

Subject: Consider Approval of Interlocal Cooperation Agreement for Property Tax Assessment and Collection Between Denton County, Texas and Lewisville Independent School District, Texas

Background Information:

- The Board of Trustees approved an Interlocal Cooperation Agreement for Property Tax Assessment and Collection with Denton County, Texas on August 9, 2021.
- The agreement had an effective date of October 1, 2021, and the agreement automatically renewed for subsequent one-year terms, unless written notice of termination was provided by County or District no later than one hundred eighty (180) days prior to the expiration date of the then-current term of the agreement.
- The Denton County Tax Office assesses and collects the taxes for Lewisville ISD and has done so for many years. This interlocal agreement provides for Denton County to continue to act as tax collector for the District.
- The County will perform all necessary ad valorem assessing/collecting duties including the determination of base taxes, penalties, interest, and attorney's fees.
- The County will mail all tax statements, prepare monthly collection reports, prepare tax certificates, and maintain both current and delinquent tax rolls.
- The Interlocal Cooperation Agreement does not include the Property Appraisal service provided by the Denton Central Appraisal District. The Denton CAD 2025 Budget Allocation for Lewisville ISD is approximately \$4,627,605.
- The per-parcel fee is increasing from \$1.00 to \$1.41 effective October 1, 2025.

Administrative Consideration:

- An updated Interlocal Cooperation Agreement for Property Tax Assessment and Collection with Denton County has been presented.
- Previous annual expenditures:
 - 2024-2025: \$110,000 (Tax Assessment/Collection – Denton County Tax Assessor Office)
- Of the seventeen (17) school districts in Denton County, Lewisville ISD's portion of the tax collection equates to approximately 34% of the school district totals.
- Estimated annual expenditures:
 - \$155,100 (Tax Assessment/Collection – Denton County Tax Assessor Office)

Recommendations:

- That the Lewisville ISD Board of Trustees approves the Interlocal Cooperation Agreement for Property Tax Assessment and Collection and the related annual expenditures with Denton County, Texas as recommended by Administration.

Timeline/Report:

- Upon approval and perpetual until terminated by either the County or District.