



ALEDO ISD BOARD MEETING TEMPLATE

MEETING DATE: August 26, 2024

AGENDA ITEM: Consider Approval of Adoption of Tax Rate for the 2024-2025 Fiscal Year

PRESENTER: Earl Husfeld, Chief Financial Officer

BACKGROUND INFORMATION:

- After adoption of the fiscal year budget, the Board of Trustees must adopt a tax rate through the adoption of an ordinance, resolution, or order.
- The tax rate consists of two components, Maintenance and Operations (M&O) and Interest and Sinking (I&S).
- The following ordinance provides for the levying and assessing of ad valorem taxes for the Aledo Independent School District for tax year 2024.
- The ordinance establishes a total tax rate of \$1.2052 per one hundred dollars of value, with \$0.7552 being allocated to the General Fund (M&O) and \$0.4500 allocated to the Debt Service Fund (I&S).
- The proposed total tax rate of \$1.2052 is the tax rate needed to fund the 2024-2025 fiscal year budget approved by the Board of Trustees during the meeting this evening.
- The proposed tax rate of \$1.2052 is a decrease of \$0.0023 from the 2023 tax rate of \$1.2075.
- Although the proposed tax rate of \$1.2052 is actually \$0.0023 less than the 2023 tax rate, state law requires that the motion for the adoption of the tax rate states that the 2024 proposed tax rate is a 3.69% “increase” in the tax rate. See the wording of the recommendation below. Attached for your review are worksheets showing the required calculations that determined this “increase.”

FISCAL INFORMATION:

The proposed tax rate is the tax rate needed to fund the 2024-2025 fiscal year budget.

ATTACHMENTS:

An Ordinance Levying and Assessing Ad Valorem Taxes for the Aledo Independent School District for the 2024 Tax Year, Worksheet for Determination of Steps Required for Adoption of Tax Rate, and 2024 Tax Rate Calculation Worksheet

ADMINISTRATIVE RECOMMENDATION:

The Administration recommends the Board of Trustees move that the property tax rate be increased by the adoption of a tax rate of \$1.2052, which is effectively a 3.69% increase in the tax rate and adopt the following ordinance levying and assessing ad valorem taxes for the Aledo Independent School District for the 2024 tax year. This ordinance sets the 2024 total tax rate at \$1.2052 per one hundred dollars of valuation, of which \$0.7552 is allocated to the General Fund and \$0.4500 is allocated to the Debt Service Fund.