



Board Action Required X

No Action Required

To: Coppel ISD Board of Trustees
From: Kelly Penny
Date: September 8, 2015
cc: Dr. Mike Waldrip, Sid Grant

Adoption of 2015-2016 Tax Rates, Maintenance & Operations & Debt Service

2014-2015 Adopted Total Tax Rate \$1.4490
2015-2016 Proposed Total Tax Rate \$1.4390

Below is the motion language that is required for adopting the tax rate due to the effective tax rate exceeding the proposed tax rate. The effective rate “is a calculated tax rate that would provide the school district with approximately the same amount of tax revenue it received in the year before. If property values rise, the effective tax rate will drop and vice versa.” Even though the proposed tax rate is one penny lower, the effective tax rate when compared to the proposed tax rate is greater due to the growth in assessed values.

Included in the resolution is specific language that must be posted on the District’s homepage website since the proposed tax rate exceeds the effective tax rate.

Board of Trustees Tax Rate Motion and Resolution to be used when Tax Rate exceeds Effective Tax Rate, Texas Tax Code 26.05 (a) and (b)

I. Board Motion When Adopting a Resolution with a Tax Rate that Exceeds the Effective Tax Rate

Motion by Board of Trustee Member:

“I move that the Board adopt a tax rate of **\$1.1700** for the amount of taxes needed to fund maintenance and operation expenditures for the next year.”

“I move that the Board adopt a tax rate of **\$0.2690** for the amount of taxes needed to service the District’s debt.”

“I move that the property tax rate be increased by the adoption of a tax rate of **\$1.4390**, which is effectively a 4.73 percent increase in the tax rate, and

that the accompanying Resolution setting the tax rate be passed and adopted by the Board of Trustees.”

“THIS TAX RATE WILL RAISE MORE TAXES FOR MAINTENANCE AND OPERATIONS THAN LAST YEAR’S TAX RATE.”

Recommendation: The Board of Trustees adopts the resolution as presented.