



## NORTH EAST INDEPENDENT SCHOOL DISTRICT

Date: September 8, 2025

Presenter: Dan Villarreal  
Susan Lackorn, Executive Director  
Finance and Accounting

Subject: Adoption of 2025-2026 Tax Rates  
Related Page(s): Attachment

### ACTION ITEM

#### **BACKGROUND INFORMATION**

As a taxing unit authorized to pay both maintenance and operations (M&O) and debt service expenditures with property taxes, the District must adopt its rate in two separate components: one for M&O and one for debt service.

The "Notice of Public Meeting to Discuss Budget and Proposed Tax Rate" was published on June 7, 2025. The proposed tax rate in the notice reflected a total tax rate of \$1.0007. The tax rates being adopted by the Board must each be less than or equal to the rates published in the notice.

#### **ADMINISTRATIVE CONSIDERATION**

The following tax rates per \$100 of valuation are required in order to fund the 2025-2026 operations budget and to pay principal and interest on outstanding bonds:

Maintenance & Operation Rate (General Operating Fund)	\$0.6822
Interest & Sinking Rate (Debt Service Fund)	<u>0.3000</u>
Total Tax Rate:	<u>\$0.9822</u>

#### **BUDGETARY CONSIDERATION**

No budgetary consideration required.

#### **ADMINISTRATIVE RECOMMENDATION**

It is recommended that the property tax rate be increased by the adoption of a tax rate of \$0.9822, which is effectively a 0.49 percent increase in the tax rate.

#### **BOARD ACTION REQUIRED**

Approval/Disapproval