



ALEDO ISD BOARD MEETING TEMPLATE

MEETING DATE: August 27, 2018

AGENDA ITEM: Public Hearing to Discuss 2018-2019 Budget and Proposed Tax Rate

PRESENTER: Hoyt Harris, Board President

ALIGNS TO BOARD GOAL(S): Financial/Facilities – The District shall exhibit excellence in financial and facility planning, management, and stewardship.

BACKGROUND INFORMATION:

- Prior to the adoption of the 2018-2019 fiscal year budget, the Board of Trustees is required to conduct a public meeting to discuss the budget and proposed tax rate during which any taxpayer of the District may be present and participate in the meeting.

ADMINISTRATIVE CONSIDERATIONS:

- It would be appropriate for the President of the Board of Trustees to introduce this agenda item, allow Dr. Bohn and Mr. Husfeld to make some brief remarks and/or explanations about the budget, and then the President may solicit input and questions from the audience.
- A copy of the Notice of Public Meeting to Discuss Budget and Proposed Tax Rate that was published in The Community News is provided for your information and review.

FISCAL NOTE:

None

ADMINISTRATIVE RECOMMENDATION:

None – Informational Report

NOTICE OF PUBLIC MEETING TO DISCUSS BUDGET AND PROPOSED TAX RATE

The Aledo Independent School District will hold a public meeting at 7:00 PM, August 27, 2018 in the Board Room at the Administration Building, 1008 Bailey Ranch Road, Aledo, Texas 76008. **The purpose of this meeting is to discuss the school district's budget that will determine the tax rate that will be adopted. Public participation in the discussion is invited.**

The tax rate that is ultimately adopted at this meeting or at a separate meeting at a later date may not exceed the proposed rate shown below unless the district publishes a revised notice containing the same information and comparisons set out below and holds another public meeting to discuss the revised notice.

Maintenance Tax	\$1.17000/\$100 (proposed rate for maintenance and operations)
School Debt Service Tax	\$0.42500/\$100 (proposed rate to pay bonded indebtedness)
Approved by Local Voters	

Comparison of Proposed Budget with Last Year's Budget

The applicable percentage increase or decrease (or difference) in the amount budgeted in the preceding fiscal year and the amount budgeted for the fiscal year that begins during the current tax year is indicated for each of the following expenditure categories.

Maintenance and operations	9.62 % increase
Debt Service	9.93 % increase
Total expenditures	9.69 % increase

Total Appraised Value and Total Taxable Value (as calculated under Section 26.04, Tax Code)

	<u>Preceding Tax Year</u>	<u>Current Tax Year</u>
Total appraised value* of all property	\$4,265,912,195	\$4,507,405,167
Total appraised value* of new property**	\$164,303,868	\$218,864,191
Total taxable value*** of all property	\$3,253,379,185	\$3,544,204,262
Total taxable value*** of new property**	\$164,303,868	\$218,864,191

*Appraised value is the amount shown on the appraisal roll and defined by Section 1.04(8), Tax Code.

** "New property" is defined by Section 26.012(17), Tax Code.

*** "Taxable value" is defined by Section 1.04(10), Tax Code.

Bonded Indebtedness

Total amount of outstanding and unpaid bonded indebtedness* \$171,024,087

*Outstanding principal.

Comparison of Proposed Rates with Last Year's Rates

	<u>Maintenance & Operations</u>	<u>Interest & Sinking Fund*</u>	<u>Total</u>	<u>Local Revenue Per Student</u>	<u>State Revenue Per Student</u>
Last Year's Rate	\$1.17000	\$0.42500*	\$1.59500	\$9,075	\$1,725
Rate to Maintain Same Level of Maintenance & Operations Revenue & Pay Debt Service	\$1.39365	\$0.48003*	\$1.87368	\$9,649	\$1,272
Proposed Rate	\$1.17000	\$0.42500*	\$1.59500	\$9,225	\$1,272

*The Interest & Sinking Fund tax revenue is used to pay for bonded indebtedness on construction, equipment, or both.

The bonds, and the tax rate necessary to pay those bonds, were approved by the voters of this district.

Comparison of Proposed Levy with Last Year's Levy on Average Residence

	<u>Last Year</u>	<u>This Year</u>
Average Market Value of Residences	\$314,697	\$319,961
Average Taxable Value of Residences	\$277,715	\$290,165
Last Year's Rate Versus Proposed Rate per \$100 Value	\$1.59500	\$1.59500
Taxes Due on Average Residence	\$4,429.55	\$4,628.13
Increase (Decrease) in Taxes		\$198.58

Under state law, the dollar amount of school taxes imposed on the residence homestead of a person 65 years of age or older or of the surviving spouse of such a person, if the surviving spouse was 55 years of age or older when the person died, may not be increased above the amount paid in the first year after the person turned 65, regardless of changes in tax rate or property value.

Notice of Rollback Rate: The highest tax rate the district can adopt before requiring voter approval at an election is \$1.63690. This election will be automatically held if the district adopts a rate in excess of the rollback rate of \$1.63690.

Fund Balances

The following estimated balances will remain at the end of the current fiscal year and are not encumbered with or by a corresponding debt obligation, less estimated funds necessary for operating the district before receipt of the first state aid payment.

Maintenance and Operations Fund Balance(s)	\$15,258,939
Interest & Sinking Fund Balance(s)	\$2,079,103