

**BOARD OF TRUSTEES
AGENDA**

<input type="checkbox"/> Workshop	<input checked="" type="checkbox"/> Regular	<input type="checkbox"/> Special
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- (A) Report Only Recognition

Presenter(s): JORGE BARRERA, SCHOOL BOARD PRESIDENT

Briefly describe the subject of the report or recognition presentation.

PUBLIC HEARING TO DISCUSS THE 2020-2021 OFFICIAL BUDGET AND PROPOSED TAX RATE

- (B) Action Item

Presenter(s):

Briefly describe the action required.

- (C) **Funding source: Identify the source of funds if any are required.**

- (D) **Clarification: Explain any question or issues that might be raised regarding this item.**

SEE ATTACHED MEMORANDUM



TO: Samuel Mijares, Superintendent

FROM: Ismael Mijares, Deputy Superintendent for Business & Finance

SUBJECT: HEARING ON PROPOSED BUDGET & TAX RATE

DATE: August 18, 2020

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Mijares
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Prior to the Adoption of the 2020-21 Budget, the Public Hearing on the Proposed Budget and Tax Rate shall be conducted as follows per Board Policy CE (Local):

- 1) The Board President shall request at the beginning of the meeting that all persons who desire to speak on the proposed budget and/or tax rate sign up on the sheet provided.
- 2) Prior to the beginning of the meeting, the Board may establish time limits for speakers.
- 3) Speakers shall confine their remarks to the appropriation of funds as contained in the proposed budget and/or the tax rate.
- 4) No officer or employee of the District shall be required to respond to questions from speakers at the meeting.

NOTICE OF PUBLIC MEETING TO DISCUSS BUDGET AND PROPOSED TAX RATE

The **EAGLE PASS INDEPENDENT SCHOOL DISTRICT** will hold a public meeting at 4:00 P.M TUESDAY, AUGUST 25, 2020 in EPISD AUSTIN BUILDING BOARD ROOM

LOCATED AT 587 MADISON ST., EAGLE PASS, TEXAS **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 \$ 1.05185 /\$100 (Proposed rate for maintenance and operations)

School Debt Service Tax
Approved by Local Voters \$.09479 /\$100 (proposed rate to pay bonded indebtedness)

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	<u>1.06</u>	% increase	or		_____ % (decrease)
Debt service	<u>.14</u>	% increase	or		_____ % (decrease)
Total expenditures	<u>1.03</u>	% increase	or		_____ % (decrease)

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

	Preceding Tax Year	Current Tax Year
Total appraised value* of all property	\$ <u>3,183,295,471</u>	\$ <u>3,292,975,411</u>
Total appraised value* of new property**	\$ <u>64,271,690</u>	\$ <u>41,182,607</u>
Total taxable value*** of all property	\$ <u>2,639,131,770</u>	\$ <u>2,753,748,914</u>
Total taxable value*** of new property**	\$ <u>35,206,713</u>	\$ <u>40,657,631</u>

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

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

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

Bonded Indebtedness

Total amount of outstanding and unpaid bonded indebtedness* \$ 46,332,000

* 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	\$ 1.06835	\$ 0.09325 *	\$ 1.16160	\$ 2,218	\$ 8,428
Rate to Maintain Same Level of Maintenance & Operations Revenue & Pay Debt Service	\$ 1.14004	\$ 0.09874 *	\$ 1.23879	\$ 1,480	\$ 9,156
Proposed Rate	\$ 1.05185	\$ 0.09479 *	\$ 1.14664	\$ 2,238	\$ 8,332

* 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	\$ 109,051	\$ 110,979
Average Taxable Value of Residences	\$ 82,152	\$ 84,695
Last Year's Rate Versus Proposed Rate per \$100 Value	\$ 1.16160	\$ 1.14664
Taxes Due on Average Residence	\$ 954.28	\$ 971.15
Increase (Decrease) in Taxes		\$ (16.87)

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 Voter-Approval Rate: The highest tax rate the district can adopt before requiring voter approval at an election is 1.14664. This election will be automatically held if the district adopts a rate in excess of the voter-approval rate of 1.14664.

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)	\$ 5,905,389
Interest & Sinking Fund Balance(s)	\$ 669,932

A school district may not increase the district's maintenance and operations tax rate to create a surplus in maintenance and operations tax revenue for the purpose of paying the district's debt service.