



## Board of Trustees Agenda Item

**Staff Member Name:**  
Kimberly Smith

**Department:**  
Business Services

**Board Meeting Date:**  
November 18, 2024

**Agenda Heading:**

Consider and act on a Resolution of the Board to Set the 2024 Tax Rate

**Item Type:** Action Item

**Background Information:**

The Board of Trustees adopted a tax rate in August 2024 that exceeded the voter-approval tax rate by \$0.0294, which then required a Voter Approval Tax Rate Election (VATRE). The election was held on November 5, 2024, and voters did not ratify the adopted tax rate. The attached resolution resets the District's 2024 tax rate to the voter-approval tax rate.

**Amount (when applicable):** N/A

**Recommendation:**

The property tax rate being voted on today represents a decrease in the tax rate of 0.23 cents per \$100 valuation from last year's adopted tax rate. It also represents a decrease in the tax rate of 2.94 cents per \$100 valuation from the tax rate that the Board adopted in August, prior to the voter approval tax rate election. However, the Texas Property Tax Code requires us to make a motion stating that the tax rate is *increasing* if the adopted rate will **generate** more tax revenue than the year before, even if the increased revenue is due to rising property appraisal values, rather than an increase in the adopted tax rate number.

Although the tax rate number is actually **decreasing** slightly from last year, Frisco ISD is expected to generate more tax revenue due to rising appraised values. Because of the way the school funding formula works with state recapture, the District **will not** generate more operating revenue per student by adopting this tax rate.

Utilizing the language required by statute, I move that the property tax rate be increased by the adoption of a tax rate of to 1.0252 per \$100 valuation, which is effectively a 5.86 percent increase in the tax rate.

**Comments:**