

# NOTICE OF PUBLIC MEETING TO DISCUSS BUDGET AND PROPOSED TAX RATE

The HUCKABAY ISD will hold a public meeting at 6:30 PM, August 27, 2015 in Huckabay ISD Boardroom, Huckabay ISD. 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	\$1.0400/\$100 (proposed rate for maintenance and operations)
School Debt Service Tax	\$0/\$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	7.06 % increase
Debt Service	0 0
Total expenditures	7.06 % 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	\$366,798,990	\$383,713,870
Total appraised value* of new property**	\$2,739,090	\$3,362,340
Total taxable value*** of all property	\$123,125,350	\$124,418,366
Total taxable value*** of new property**	\$2,684,120	\$3,283,793

\*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\* \$0

Outstanding principal.

### Comparison of Proposed Rates with Last Year's Rates

	<u>Maintenance &amp; Operations</u>	<u>Interest &amp; Sinking Fund*</u>	<u>Total</u>	<u>Local Revenue Per Student</u>	<u>State Revenue Per Student</u>
Last Year's Rate	\$1.0400	\$0*	\$1.0400	\$6,957	\$1,981
Rate to Maintain Same Level of Maintenance & Operations Revenue & Pay Debt Service	\$1.0676	\$0*	\$1.0676	\$6,524	\$2,534
Proposed Rate	\$1.0400	\$0*	\$1.0400	\$6,392	\$2,425

\*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	\$67,231	\$68,979
Average Taxable Value of Residences	\$52,231	\$43,979
Last Year's Rate Versus Proposed Rate per \$100 Value	\$1.0400	\$1.0400
Taxes Due on Average Residence	\$543.20	\$457.38
Increase (Decrease) in Taxes		\$-85.82

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 \$1.0400. This election will be automatically held if the district adopts a rate in excess of the rollback rate of \$1.0400.**

### 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)	\$300,000
Interest & Sinking Fund Balance(s)	\$0

## 2015 Effective Tax Rate Worksheet HUCKABAY ISD

Date: 08/06/2015 08:08 AM

<b>1. 2014 total taxable value.</b> Enter the amount of 2014 taxable value on the 2014 tax roll today. Include any adjustments since last year's certification; exclude one-third over-appraisal corrections from these adjustments. This total includes the taxable value of homesteads with tax ceilings (will deduct in line 2).	\$133,321,070
<b>2. 2014 tax ceilings and Chapter 313 limitations.</b>  A. Enter 2014 total taxable value of homesteads with tax ceilings. These include the homesteads of homeowners age 65 or older or disabled. <sup>1</sup>  B. Enter 2014 total taxable value of applicable Chapter 313 limitations when calculating effective maintenance and operations (M&O) taxes. Enter zero when calculating effective debt service taxes. (Use these numbers on the advise of your legal counsel.) <sup>2</sup>  C. Add A and B.	\$10,339,280  \$0  \$10,339,280
<b>3. Preliminary 2014 adjusted taxable value.</b> Subtract Line 2 from Line 1.	\$122,981,790
<b>4. 2014 total adopted tax rate</b> (School districts with an applicable Chapter 313 limitation agreement will do a two step process using the adopted M&O rate and debt rate separately).	\$1.0400/\$100
<b>5. 2014 taxable value lost because court appeals of ARB decisions reduced 2014 appraised value:</b> A. Original 2014 ARB Values:  B. 2014 values resulting from final court decisions:  C. 2014 value loss. Subtract B from A.	\$0  \$0  \$0
<b>6. 2014 taxable value, adjusted for court-ordered reductions.</b> Add Line 3 and Line 5C.	\$122,981,790
<b>7. 2014 taxable value of property in territory the school deannexed after Jan. 1, 2014.</b> Enter the 2014 value of property in deannexed territory.	\$0
<b>8. 2014 taxable value lost because property first qualified for an exemption in 2015.</b> Note that lowering the amount or percentage of an existing exemption does not create a new exemption or reduce taxable value. If the school district increased an original exemption, use the difference between the original exempted amount and the increased exempted amount. Do not include value lost due to freeport or goods-in-transit exemptions.  <b>Note: The residence homestead exemption for school districts increases to \$25,000 for the 2015 tax year.</b> <sup>3</sup> A. Absolute exemptions. Use 2014 market value:  B. Partial exemptions. 2015 exemption amount or 2015 percentage exemption times 2014 value:  C. Value loss: Add A and B.	\$71,330  \$523,470  \$594,800

<p><b>9. 2014 taxable value lost because property first qualified for agricultural appraisal (1- or 1-d-1), timber appraisal, recreational/scenic appraisal or public access airport special appraisal in 2015.</b> Use only properties that qualified in 2015 for the first time; do not use properties that qualified in 2014.</p> <p>A. 2014 market value:</p> <p>B. 2015 productivity or special appraised value:</p> <p>C. Value loss. Subtract B from A.</p>	<p>\$1,174,190</p> <p>\$38,860</p> <p>\$1,135,330</p>
<p><b>10. Total adjustments for lost value.</b> Add lines 7, 8C and 9C.</p>	<p>\$1,730,130</p>
<p><b>11. 2014 adjusted taxable value.</b> Subtract Line 10 from Line 6.</p>	<p>\$121,251,660</p>
<p><b>12. Adjusted 2014 taxes.</b> Multiply Line 4 by Line 11 and divide by \$100.</p>	<p>\$1,261,017</p>
<p><b>13. Taxes refunded for years preceding tax year 2014.</b> Enter the amount of taxes refunded by the district for tax years preceding tax year 2014. Types of refunds include court decisions, corrections and payment errors. Do not include refunds for tax year 2014. This line applies only to tax years preceding tax year 2014.</p>	<p>\$600</p>
<p><b>14. Adjusted 2014 taxes with refunds.</b> Add Lines 12 and 13.</p>	<p>\$1,261,617</p>
<p><b>15. Total 2015 taxable value on the 2015 certified appraisal roll today.</b> This value includes only certified values and includes the total taxable value of homesteads with tax ceilings (will deduct in Line 17). These homesteads include homeowners age 65 or older or disabled.</p> <p>A. Certified values only:<sup>4</sup></p> <p>B. Pollution control exemption: Deduct the value of property exempted for the current tax year for the first time as pollution control property:</p> <p>C. Total value. Subtract B from A.</p>	<p>\$124,418,366</p> <p>\$-0</p> <p>\$124,418,366</p>
<p><b>16. Total value of properties under protest or not included on certified appraisal roll.</b></p> <p>A. 2015 taxable value of properties under protest. The chief appraiser certifies a list of properties still under ARB protest. The list shows the appraisal district's value and the taxpayer's claimed value, if any, or an estimate of the value if the taxpayer wins. For each of the properties under protest, use the lowest of these values. Enter the total value.</p> <p>B. 2015 value of properties not under protest or included on certified appraisal roll. The chief appraiser gives school districts a list of those taxable properties that the chief appraiser knows about, but are not included at appraisal roll certification. These properties are not on the list of properties that are still under protest. On this list of properties, the chief appraiser includes the market value, appraised value and exemptions for the preceding year and a reasonable estimate of the market value, appraised value and exemptions for the current year. Use the lower market, appraised or taxable value (as appropriate). Enter the total value.</p> <p>C. Total value under protest or not certified: Add A and B.</p>	<p>\$0</p> <p>\$0</p> <p>\$0</p>

<b>17. 2015 tax ceilings and Chapter 313 limitations.</b>	
A. Enter 2015 total taxable value of homesteads with tax ceilings. These include the homesteads of homeowners age 65 or older or disabled. <sup>5</sup>	\$11,574,500
B. Enter 2015 total taxable value of applicable Chapter 313 limitations when calculating effective M&O taxes. Enter zero when calculating effective debt service taxes. (Use these numbers on the advise of your legal counsel.) <sup>6</sup>	\$0
C. Add A and B.	\$11,574,500
<b>18. 2015 total taxable value.</b> Add Lines 15C and 16C. Subtract Line 17.	\$112,843,866
<b>19. Total 2015 taxable value of properties in territory annexed after Jan. 1, 2014.</b> Include both real and personal property. Enter the 2015 value of property in territory annexed by the school district.	\$0
<b>20. Total 2015 taxable value of new improvements and new personal property located in new improvements.</b> New means the item was not on the appraisal roll in 2014. New additions to existing improvements may be included if the appraised value can be determined. New personal property in a new improvement must have been brought into the taxing unit after Jan. 1, 2014, and be located in a new improvement.	\$3,283,793
<b>21. Total adjustments to the 2015 taxable value.</b> Add Lines 19 and 20.	\$3,283,793
<b>22. 2015 adjusted taxable value.</b> Subtract Line 21 from Line 18.	\$109,560,073
<b>3. 2015 effective tax rate.</b> Divide Line 14 by Line 22 and multiply by \$100.	\$1.1515/\$100
<b>24. 2015 effective tax rate for ISDs with Chapter 313 Limitations.</b> Add together the effective tax rates for M&O and debt service for those school districts that participate in an applicable Chapter 313 limitations agreement.	\$0/\$100

<sup>1</sup>Tex. Tax Code Section 26.012(14)

<sup>2</sup>Tex. Tax Code Section 26.012(6)

<sup>3</sup>Tex. Tax Code Section 26.04(a-1) and (c-1)

<sup>4</sup>Tex. Tax Code Section 26.012(6)

<sup>5</sup>Tex. Tax Code Section 26.012(6)(A)(i)

<sup>6</sup>Tex. Tax Code Section 26.012(6)(A)(ii)

## 2015 Rollback Tax Rate Worksheet HUCKABAY ISD

Date: 08/06/2015

<b>25. Maintenance and operations (M&amp;O) rate.</b> Enter \$1.50 OR the 2005 adopted M&O rate if voters approved a rate higher than \$1.50.	\$1.5000/\$100
<b>26. Multiply line 25 times 0.6667</b>	\$1.0000/\$100
<b>27. 2015 rollback M&amp;O rate.</b>  Use the lesser of the M&O rate as calculated in Tax Code Section 26.08(n)(2)(A) and (B).	\$1.0400/\$100
<b>28. Total 2015 debt to be paid with property tax revenue.</b> "Debt" means the interest and principal that will be paid on debts that: (1) Are paid by property taxes, (2) Are secured by property taxes, (3) Are scheduled for payment over a period longer than one year, and (4) Are not classified in the school district's budget as M&O expenses  A. Debt also includes contractual payments to other school districts that have incurred debt on behalf of this school district, if those debts meet the four conditions above. Include only amounts that will be paid from property tax revenue. Do not include appraisal district budget payments.  B. If using unencumbered funds, subtract unencumbered fund amount used from total debt.  C. Subtract state aid received for paying principal and interest on debt for facilities through the existing debt allotment program and/or instructional facilities allotment program.  D. Total: Subtract B and C from A.	\$0  \$0  \$0  \$0
<b>29. Certified 2014 excess debt collections.</b> Enter the amount certified by the collector.	\$0
<b>30. Adjusted 2015 debt.</b> Subtract line 29 from line 28D.	\$0
<b>31. Certified 2015 anticipated collection rate.</b> Enter the rate certified by the collector. If the rate is 100 percent or greater, enter 100 percent.	0%
<b>32. 2015 debt adjusted for collections.</b> Divide line 30 by line 31.	\$0
<b>33. 2015 total taxable value.</b> Enter amount on line 18.	\$112,843,866
<b>34. 2015 debt tax rate.</b> Divide line 32 by line 33 and multiply by \$100.	\$0/\$100
<b>35. 2015 rollback tax rate.</b> Adds lines 27 and 34.	\$1.0400/\$100