

# ***Public Hearing***

**2008 Tax Rate Adoption**

## **FY 2009 Budget Assumptions**

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- Salary Increase of 3%
- District Cost of Health Insurance Increase of 9%
- Other Benefits Costs Increase of 7%
- Fuel Increase of 75%
- Robin Hood Payment Increase due to Increase in Local Taxable Values  
(Budgeted to send \$19.2 million to the State.)

## **Inflationary Costs**

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Salary Increase 3%	\$ 6,312,961
Health Insurance	1,175,000
Medicare/FICA	195,000
Fuel for Buses	700,000
Student Transportation	19,000
Costs for Security and Officials	<u>77,000</u>
	<u>\$ 8,478,961</u>



## **FY 2009 Budget Assumptions**

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- **Maintain the \$1.09 General Fund Tax Rate**  
*Includes additional \$0.04 - super pennies*
- **Projected Debt Service Tax Rate \$0.2925 after \$200,000,000 bond sale**  
*Includes the addition of \$0.0575 to cover the cost of the 2007 Bond Program that was originally projected to be \$0.0695.*
- **Total Tax Rate of \$1.3825**

# Tax Rate - 10 Year History

<u>Fiscal Year</u>	<u>Maintenance and Operations</u>	<u>Interest and Sinking</u>	<u>Tax Rate</u>	<u>Total</u>
FY 1999	1.6150	0.2050		1.8200
FY 2000	1.6000	0.1900		1.7900
FY 2001	1.6050	0.1850		1.7900
FY 2002	1.6250	0.1850		1.8100
FY 2003	1.5850	0.2250		1.8100
FY 2004	1.5850	0.2250		1.8100
FY 2005	1.5750	0.2350		1.8100
FY 2006	1.5750	0.2350		1.8100
FY 2007	1.4365	0.1950		1.6315
FY 2008	1.0900	0.1950		1.2850
FY 2009*	1.0900	0.2925		1.3825

\* Proposed



# Comparison of 2008 Tax Rates

2008 Tax Rate

Status

Optional Homestead Exemption on \$200,000 Home

Est. School Taxes Paid

Katy	1.52660	Adopted	0	\$2,824
Humble	1.52000	Election 11/22/08	0	\$2,812
Huffman	1.47000	Proposed	0	\$2,720
Spring	1.46000	Adopted	0	\$2,701
North Forest	1.44000	Election	0	\$2,664
Tomball	1.36000	Adopted	0	\$2,516
Alief	1.34000	Election 11/20/08	0	\$2,479
Crosby	1.34000	Proposed	0	\$2,479
Klein	1.31000	Adopted	0	\$2,424
Aldine	1.29201	Proposed	0	\$2,390
Fort Bend	1.27000		0	\$2,350
<b>Average</b>				<b>\$2,318</b>
Channelview	1.23815	Proposed	0	\$2,291
Pasadena	1.35000	Adopted	10%	\$2,228
Goose Creek	1.28213	Adopted	10%	\$2,116
Galena Park	1.45590	Adopted	20%	\$2,111
Sheldon	1.43000	Adopted	20%	\$2,074
<b>Spring Branch</b>	<b>1.38250</b>	<b>Proposed</b>	<b>20%</b>	<b>\$2,005</b>
Cypress-Fairbanks	1.35000	Adopted	20%	\$1,958
Deer Park	1.33670	Proposed	20%	\$1,938
LaPorte	1.32500	Adopted	20%	\$1,921
Houston	1.15670	Adopted	20%	\$1,677

# ***Public Hearing***

**2008 Tax Rate Adoption**



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

The Spring Branch Independent School District will hold a public meeting at 7:00 PM, May 19, 2008 in Spring Branch ISD Administration Building, Board Room, 955 Campbell Rd., Houston, Texas 77024. 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	\$1.090000/\$100 (Proposed rate for maintenance and operations)
School Debt Service Tax	\$0.292500/\$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	4.59% increase
Debt service	48.84% increase
Total expenditures	9.70% increase

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

	Preceding Tax Year	Current Tax Year
Total appraised value* of all property	\$20,865,655,608	\$21,898,768,144
Total appraised value* of new property**	\$284,214,254	not available
Total taxable value*** of all property	\$16,127,486,464	\$16,926,000,000
Total taxable value*** of new property**	\$256,807,745	not available

\* "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\* \$544,013,008

\* 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	\$1.090000	\$0.195000 *	\$1.285000	\$4,832	\$2,411
Rate to Maintain Same Level of Maintenance & Operations Revenue & Pay Debt Service	\$1.098730	\$0.319360 *	\$1.418090	\$5,648	\$2,189
Proposed Rate	\$1.090000	\$0.292500 *	\$1.382500	\$5,603	\$2,505

\* 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	\$309,083	\$328,208
Average Taxable Value of Residences	\$232,266	\$247,566
Last Year's Rate Versus Proposed Rate per \$100 Value	\$1.285000	\$1.382500
Taxes Due on Average Residence	\$2,984.62	\$3,422.60
Increase (Decrease) in Taxes		\$437.98

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 \$1.403026. This election will be automatically held if the district adopts a rate in excess of the rollback rate of \$1.403026.

### 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)	\$20,000,000
Interest & Sinking Fund Balance(s)	\$4,848,193