

Collin County Community College District Board of Trustees

2016-8-5-6

August 23, 2016

Ken Lynn

Acting Vice President of Administrative Services/CFO

TITLE: Approval of Resolution Setting the 2016 Tax Rate

DISCUSSION: At its meeting of August 3, 2016, the Board of Trustees of Collin County Community College District voted on a proposed tax rate for 2016. Public hearings on the proposed tax rate were held on August 11 and August 16, 2016.

The tax rate will raise more taxes for Maintenance & Operation than last year's tax rate. The tax rate will decrease by 1.0% and will decrease taxes for Maintenance & Operations on a \$100,000 home by approximately \$0.80.

DISTRICT PRESIDENT'S RECOMMENDATION: The District President recommends that the Board of Trustees of Collin County Community College District approves setting the tax rate for 2016.

SUGGESTED MOTION: "Mr. Chairman, I move approval of the resolution stating that property taxes be increased by the adoption of a tax rate of \$0.081222 which includes a Maintenance & Operation rate of \$0.078174 and a Debt Service Rate of \$0.003048, which is effectively a 1.0% decrease in the tax rate."

Resolution Setting 2016 Tax Rate
Collin County Community College District

WHEREAS, at its meeting of August 2, 2016, the Board of Trustees of Collin County Community College District voted on a proposed tax rate for 2016, and WHEREAS, the Board of Trustees of Collin County Community College District held a public hearing on the proposed tax rate for 2016 on August 11, 2016, AND

WHEREAS, the Board of Trustees of Collin County Community College District held a second public hearing on the proposed tax rate for 2015 on August 16, 2016, NOW THEREFORE

BE IT RESOLVED, at the recommendation of the District President, that the Board of Trustees of Collin County Community College District approves setting the tax rate for 2016 at \$0.081222, which includes a Maintenance and Operations rate of \$0.078174 and a Debt Service Rate of \$0.003048.

This tax rate will raise more taxes for Maintenance & Operations than last year's tax rate. The tax rate will effectively be lowered by 1.0% and will decrease taxes for Maintenance & Operations on a \$100,000 home by approximately \$0.80.

Dr. J. Robert Collins
Chairman, Board of Trustees

Andy Hardin
Secretary, Board of Trustees

2016 Property Tax Rates in Collin County Community College District

This notice concerns the 2016 property tax rates for Collin County Community College District. It presents information about three tax rates. Last year's tax rate is the actual tax rate the taxing unit used to determine property taxes last year. This year's *effective* tax rate would impose the same total taxes as last year if you compare properties taxed in both years. This year's *rollback* tax rate is the highest tax rate the taxing unit can set before taxpayers start rollback procedures. In each case these rates are found by dividing the total amount of taxes by the tax base (the total value of taxable property) with adjustments as required by state law. The rates are given per \$100 of property value.

Last year's tax rate:

Last year's operating taxes	\$71,800,316
Last year's debt taxes	\$2,723,256
Last year's total taxes	\$74,523,572
Last year's tax base	\$90,926,759,395
Last year's total tax rate	\$0.081960/\$100

This year's effective tax rate:

Last year's adjusted taxes (after subtracting taxes on lost property)	\$73,387,666
÷ This year's adjusted tax base (after subtracting value of new property)	\$96,752,766,125
=This year's effective tax rate (Maximum rate unless unit publishes notices and holds hearings.)	\$0.075850/\$100

This year's rollback tax rate:

Last year's adjusted operating taxes (after subtracting taxes on lost property and adjusting for any transferred function, tax increment financing, state criminal justice mandate, and/or enhanced indigent healthcare expenditures)	\$70,705,292
÷ This year's adjusted tax base	\$96,752,766,125
=This year's effective operating rate	\$0.073078/\$100
x 1.08=this year's maximum operating rate	\$0.078924/\$100
+ This year's debt rate	\$0.003048/\$100
= This year's total rollback rate	\$0.081972/\$100

Statement of Increase/Decrease

If Collin County Community College District adopts a 2016 tax rate equal to the effective tax rate of \$0.075850 per \$100 of value, taxes would increase compared to 2015 taxes by \$1,449,703.

Schedule A - Unencumbered Fund Balance

The following estimated balances will be left in the unit's property tax accounts at the end of the fiscal year. These balances are not encumbered by a corresponding debt obligation.

Type of Property Tax Fund	Balance
Interest & Sinking	350,000

Schedule B - 2016 Debt Service

The unit plans to pay the following amounts for long-term debts that are secured by property taxes. These amounts will be paid from property tax revenues (or additional sales tax revenues, if applicable).

Description of Debt	Principal or Contract Payment to be Paid from Property Taxes	Interest to be Paid from Property Taxes	Other Amounts to be Paid	Total Payment
Ltd Tax Ref Bds Ser 2010	2,320,000	732,675	750	3,053,425
Total required for 2016 debt service			\$3,053,425	
- Amount (if any) paid from Schedule A			\$0	
- Amount (if any) paid from other resources			\$0	
- Excess collections last year			\$0	
= Total to be paid from taxes in 2016			\$3,053,425	
+ Amount added in anticipation that the unit will collect only 100.00% of its taxes in 2016			\$0	
= Total debt levy			\$3,053,425	