

MAGNOLIA ISD

# BOND

2022



The Magnolia ISD Board of Trustees voted unanimously to call for the \$232 million bond referendum to be included in the November 8, 2022, general election.



SCAN ME



## BOND OVERVIEW: \$232 million

## \$0 IMPACT ON TAX RATE

### PROPOSITION A

\$228 MILLION



#### GROWTH

New Schools  
(elementary #9,  
intermediate #3,  
junior high #3)  
Buses  
Land



#### CAPITAL PROJECTS

Roofing  
HVAC  
Water & Sewer Plant  
Parking Lot  
Campus renovations  
and upgrades



#### PROGRAMS

Expand CTE building  
Renovate Ag Barn  
NJROTC building  
renovations



#### TECHNOLOGY

Upgrade network  
capability  
Enhance wireless  
access at campuses



#### SECURITY

Building  
safety  
upgrades

### PROPOSITION B

\$4 MILLION



#### SPORTS STANDARDIZATION

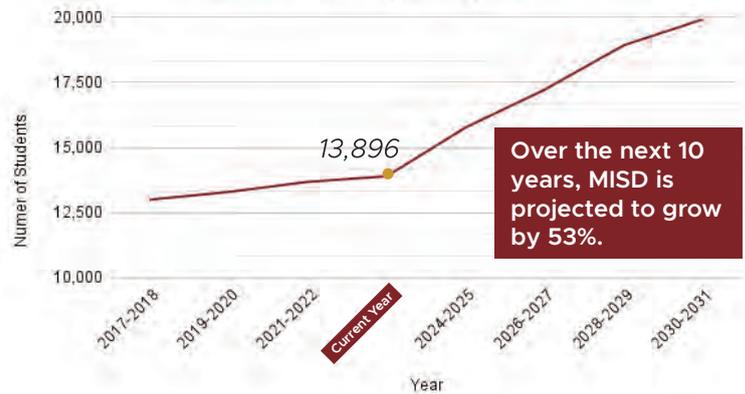
Artificial turf for both  
high school baseball &  
softball fields

## PREPARING FOR GROWTH

MISD is expected to enroll more than 17,200 students by 2026-2027, and enroll more than 22,000 by 2031-2032.  
*(Templeton Demographics 2022)*

Additionally, MISD expects to enroll over 500 new students in the 2022-2023 school year. The district is anticipated to average almost 5% growth each year for the next 10 years.

Enrollment History & Projections



as of 8/18/22

- Currently 32 actively building subdivisions in Magnolia ISD; 18 future subdivisions
- 1,200 vacant lots ready for new builds; and over 32,000 lots for future development



## REGISTER TO VOTE BY OCTOBER 11

EARLY VOTING: **OCTOBER 24 - NOVEMBER 4**

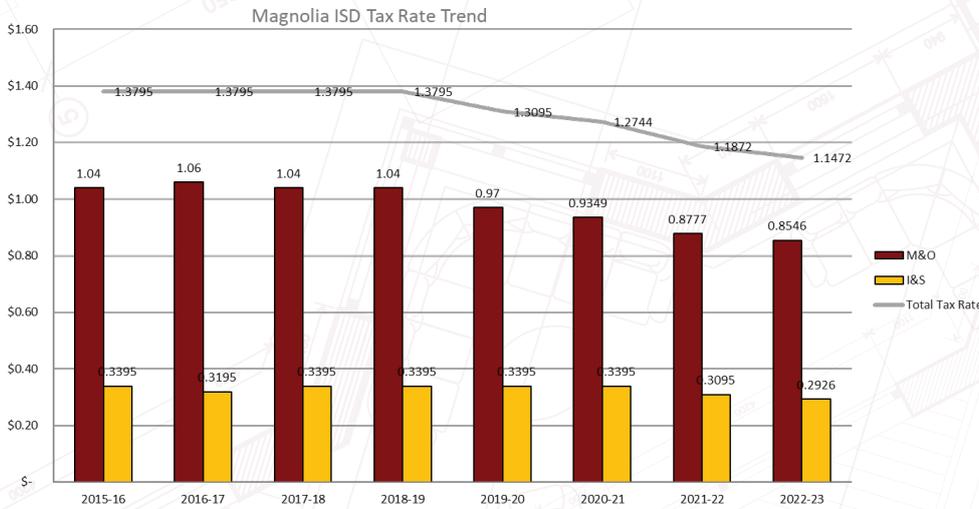
ELECTION DAY: **NOVEMBER 8**

# NO CHANGE TO THE TAX RATE

Bond ballot propositions must include the following statement: THIS IS A PROPERTY TAX INCREASE. As a result of this new state requirement, voters will see this language on both bond propositions; however, **the MISD tax rate will not increase** as a result of the 2022 bond election. In fact, the MISD Board of Trustees voted on August 22, 2022, to lower the rate by \$0.04.

## TAX RATE HISTORY

The proposed tax rate is the lowest in almost 20 years at \$1.1472



## UNDERSTANDING THE TAX RATE

The school district budget is divided into two buckets - Maintenance & Operations (M&O) and Interest & Sinking (I&S). I&S, also known as Debt Service, is used to repay debt for longer-term capital improvements approved by voters through bond elections.

Proceeds from the bond issue can only be used for Debt Services or I&S.

### GENERAL OPERATING FUND

(MAINTENANCE & OPERATIONS)  
Day-to-day operations & expenses

For school districts this includes:

- staff salaries
- utilities
- supplies
- repairs
- fuel



For the average citizen this is similar to:

- groceries
- utilities
- minor home repairs
- routine services
- car fuel

### DEBT SERVICES FUND

(INTEREST & SINKING)  
Principal and interest payments on debt issued

For school districts this includes:

- new construction
- Renovations
- HVAC Systems
- Roofing
- Technology



For the average citizen this is similar to:

- Mortgage
- Home renovation
- Major Appliances
- Land
- Car

**BOND FUNDS CANNOT BE USED FOR SALARIES, UTILITIES, OR OTHER DAY-TO-DAY EXPENSES.**

**BOND ELECTIONS ONLY AFFECT THE I&S PART OF THE TAX RATE.**

## IMPACT ON TAXPAYERS

There is no tax rate increase for the November 2022 bond  
The net impact on a \$300,000 home = \$0



MISD residents **65+** have their **MISD tax bill frozen.**



## FISCAL RESPONSIBILITY HIGHLIGHTS

- **Third lowest** tax rate in the Houston area
- **Second lowest** tax rate in Montgomery County
- District's current financial position is **the strongest in the history** of the organization via 3.8 months of operating expenses in reserves
- Aggressive debt management plan **saved the district and our taxpayers \$47 million** in interest and bond principal

- **Lowest** debt-per-student ratio compared to peers
- **Consecutive** prestigious financial awards from state agencies

**Current tax rate: \$1.1472**

- **The lowest in almost 20 years**



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