

# ARGYLE ISD TRE





# Vision Statement

Argyle ISD empowers and inspires socially responsible world-class leaders, while embracing small community values.

Goal from District Strategic Plan -

Offering programs that meet the needs of all AISD students



# Argyle ISD

Argyle ISD has a history of excellence in providing a well balanced education including academics, fine arts, and athletics.

- Exemplary campuses
- Dual Credit course offerings – up to 42 hrs
- Advanced Placement course offerings – 16
- Students attending West Point and Air Force Academy
- Lone Star Cup winner 2006, 2009, and 2012
- UIL Academic State champions in 2004, 2006, 2008, 2009, 2010, 2011, and 2012
- Texas Math and Science Coaches Association State champions 2003, 2004, 2005, 2006, 2007, 2008, 2009, 2010, 2011, and 2012





# Argyle ISD

- Marching Band State champions 2003, 2005, 2008, 2010
- Honor Band TMEA State Champions 2004, 2008, 2009
- Football State runner up 2005 and 2011
- Girls basketball State Champions 2006
- Boys basketball State Champions 2012
- Boys Cross Country State Champions 2007, 2008, 2009
- Girls Cross Country State Qualifiers 2007, 2008
- Boys Track State runner up 2009



# What Is A Tax Ratification Election?

A Tax Ratification Election (TRE) is a special election asking the school district voters to approve a Maintenance and Operations (M&O) tax rate that is above the \$1.04 tax rate allowed by state law without voter approval.



# What Is The Issue For The Voters?

- A proposed increase of the District's M&O tax rate from \$1.04005 to \$1.10005 per \$100 of property value.
- A reduction of the Interest and Sinking (I&S) tax rate from \$0.42 to \$0.38.
- ***The net change to the tax rate is a \$0.02 increase.***





# What Are M&O and I&S Tax Rates?



# M&O Tax Rate

- Funds the general operation of the school district
- Salaries – including teachers
- Utilities
- Transportation – including fuel and buses
- Supplies and other resources





# I&S Tax Rate

- Funds the bonded debt of the school district
- Pays the bonds due on voter approved bonds
- Rate is set at a level sufficient to pay payments due in the current year.
- I&S funds can only be used to pay bonded debt.

# How Much Will This Cost Me?

The average taxable home value in Argyle ISD is \$357,264 and the increase would be \$71.45 per year.

Taxable Home Value	Add 2 Cents Tax to Homeowner	
	Per Year	Per Month
250,000	50.00	4.17
357,264	71.45	5.95
500,000	100.00	8.33
750,000	150.00	12.50

**With an over 65 homestead exemption – no impact on property tax ceiling.**

# 11-12 Tax Rates for Area Districts

School District	M&O Tax Rate	I&S Tax Rate	Total Tax Rate
Lake Dallas ISD	1.170000	0.500000	1.670000
Prosper ISD	1.170000	0.500000	1.670000
Celina ISD	1.140000	0.500000	1.640000
Aubrey ISD	1.040000	0.500000	1.540000
Krum ISD	1.040000	0.500000	1.540000
Little Elm ISD	1.040000	0.500000	1.540000
Keller ISD	1.040000	0.500000	1.540000
Lovejoy ISD	1.060000	0.475000	1.535000
Denton ISD	1.040000	0.490000	1.530000
Eagle-Mountain Saginaw ISD	1.030000	0.500000	1.530000
Argyle ISD	1.040050	0.420000	1.460050
Lewisville ISD	1.040000	0.386000	1.426000
Aledo ISD	1.170000	0.255200	1.425200
Frisco ISD	1.000000	0.420000	1.420000
Sanger ISD	1.040000	0.332067	1.372067
Pilot Point ISD	1.170000	0.200000	1.370000
Decatur ISD	1.040000	0.260000	1.300000





# Argyle ISD Tax Rate History

School Year	M&O	I&S	Total Tax Rate
2005/06	1.50000	0.41950	1.91950
2006/07	1.37005	0.39938	1.76943
2007/08	1.04005	0.37000	1.41005
2008/09	1.04005	0.37000	1.41005
2009/10	1.04005	0.37000	1.41005
2010/11	1.04005	0.40000	1.44005
2011/12	1.04005	0.42000	1.46005

\*The District's total tax rate has decreased  
By 45.95 cents over the last 6-years



# Why The TRE?

- Texas Legislature cut school funding by \$4 Billion
- The reductions were phased in over 2 years
- Argyle ISD's portion of the cuts
  - Estimated \$900,000 decrease in 11-12
  - Additional \$460,000 decrease in 12-13



# Why The TRE?

- Student enrollment has declined attributing to a loss in funding as well as an increase in Chapter 41 (recapture) payments to the State.  
1824 students in 10/11 compared to 1808 in 11/12
- Increase in recapture payments





# What Are Recapture Payments?

For the purposes of the school finance system in Texas, districts are designated as either property wealthy or property poor. The relative wealth of the school district is measured in terms of the taxable value of property that lies within the school district borders divided by the number of students in *weighted average daily attendance*.

Argyle ISD is designated a wealthy (Chapter 41) district by the State and as a result has to make payments back to the State called recapture payments. (Robin Hood)

# History of Recapture for Argyle

School Year	09/10 Audited	10/11 Audited	11/12 Budgeted	12/13 Prior to LOE And TRE	12/13 With LOE And TRE
Recapture Payments	\$0	\$0	\$632,006	\$999,068	\$547,970

# What Has Argyle ISD Done to Address the Deficit?

- 2011-2012
  - Approximately \$900,000 total reductions
  - Reduced 8.5 FTE's including 3 teachers
  - Reductions drug testing, custodial contract, various staff travel, contract mowing, capital projects, LT disability, C-day, DAEP, Spanish at HT, maintenance budget.



# What Has Argyle ISD Done to Address the Deficit?

- 2012-2013
  - Approximately \$200,000 additional reductions
  - Reduce additional 2 FTEs
  - Reductions to campus and department budgets
  - LOE for an estimated 100 students Pre-k – 8<sup>th</sup>
  - TRE



# Why \$1.10?

Setting the M&O rate at \$1.10 will generate the amount required to fully fund the 12/13 budget after the district used available cost reduction strategies and LOE.

# How Much Will The TRE Generate?

	Amended Budget 2011-2012	Preliminary Budget 2012-2013 No LOE/TRE	LOE No TRE	LOE & TRE	Preliminary Budget 2013-2014 No TRE	TRE
<b>Revenue</b>						
M&O Tax Rate	1.04005	1.04005	1.04005	1.10005	1.04005	1.10005
Average Daily Attendance (ADA)	1,726	1,665	1,755	1,755	1,755	1,755
Local taxes/revenue	12,348,930	11,584,376	11,584,376	12,204,918	11,784,394	12,416,476
State Funds	3,469,784	2,953,370	3,128,331	3,204,240	2,945,593	3,021,710
Federal Revenue	67,200	67,200	67,200	67,200	67,200	67,200
<b>Total Revenue</b>	<b>15,885,914</b>	<b>14,604,946</b>	<b>14,779,907</b>	15,476,358	14,797,187	15,505,386
<b>Expenses</b>						
Salaries and Benefits	11,157,672	11,257,000	11,257,000	11,257,000	11,257,000	11,257,000
Recapture	632,006	999,068	434,318	547,970	442,055	557,961
All other Expenses	4,289,955	3,605,075	3,605,075	3,605,075	3,640,000	3,640,000
<b>Total Expenses</b>	<b>16,079,633</b>	<b>15,861,143</b>	<b>15,296,393</b>	15,410,045	15,339,055	15,454,961
<b>Net to Fund Balance</b>	<b>(193,719)</b>	<b>(1,256,197)</b>	<b>(516,486)</b>	66,313	(541,868)	50,425





# Projections With No TRE

Based on current projections for the 12/13 school year, Argyle ISD will have a deficit budget.

Based on current projections for the 12/13 school year, beginning in 13/14 additional cuts may be required in programs and staffing.



# What Will The Ballot Look Like?

Voting “FOR” or “AGAINST”

APPROVING THE AD VALOREM TAX RATE OF \$1.48005 PER \$100 VALUATION IN THE ARGYLE INDEPENDENT SCHOOL DISTRICT FOR THE CURRENT YEAR, A RATE THAT IS \$0.0088 HIGHER PER \$100 VALUATION THAN THE SCHOOL DISTRICT ROLLBACK TAX RATE.



# When And Where Is The Election?

The TRE will be held **Saturday, September 15, 2012** at the Argyle ISD Administration Building, 800 Eagle Dr., from 7 a.m. to 7 p.m. Early Voting will be available at the same location on the following dates and time:

August 29 – 31<sup>st</sup>      8 a.m. – 5 p.m.

September 4 – 7<sup>th</sup>      8 a.m. – 5 p.m.

September 10-11<sup>th</sup>      7 a.m. – 7 p.m.





QUESTIONS?

# Appendix

# Argyle ISD Average Class Size

Average class sizes for the District (red) and the State (green)

## Elementary:

Kindergarten	18.9/19.0
Grade 1	18.6/18.9
Grade 2	18.1/18.8
Grade 3	20.0/18.8
Grade 4	21.2/19.0
Grade 5	23.0/21.4
Grade 6	25.8/20.7
Mixed Grades	23.9

## Secondary:

English/Language Arts	16.3/17.3
Foreign Languages	19.6/19.0
Mathematics	18.0/17.9
Science	18.8/ 19.0
Social Studies	22.2/ 19.6

Data From the District's AEIS Report





# Extracurricular Clubs Offered

- HT: Reading Treasure Chest, Battle of the books, *Chess Club*, UIL, Safety Patrol, *Archery*, Eagles Helping Eaglets (with High School students), BAM (Building Academic Minds), Mentor Program, Destination Imagination
- AIS: Science Club, Run Club, *Argyle Nights*, Chess Club, *Pickle Ball*, UIL, *Archery*, Flag Team, Stay Safe, Eagle Wing Cafe
- AMS: Stuco, NJHS, *Challenge Day Club*, UIL, *Archery*
- AHS: Stuco, NHS, *Challenge Day Club*, UNICEF, National Art Honor Society, *French Honor Society*, Bowling, 4H, Rotary, Rodeo, *Archery*, Green Team, SADD, *Students Standing Strong*, *French Club*, Interact Club, Choir, UIL

*\*Programs not offered at most 3A schools.*



# % of Students Participating

High School	95%
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Middle School	97%
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