

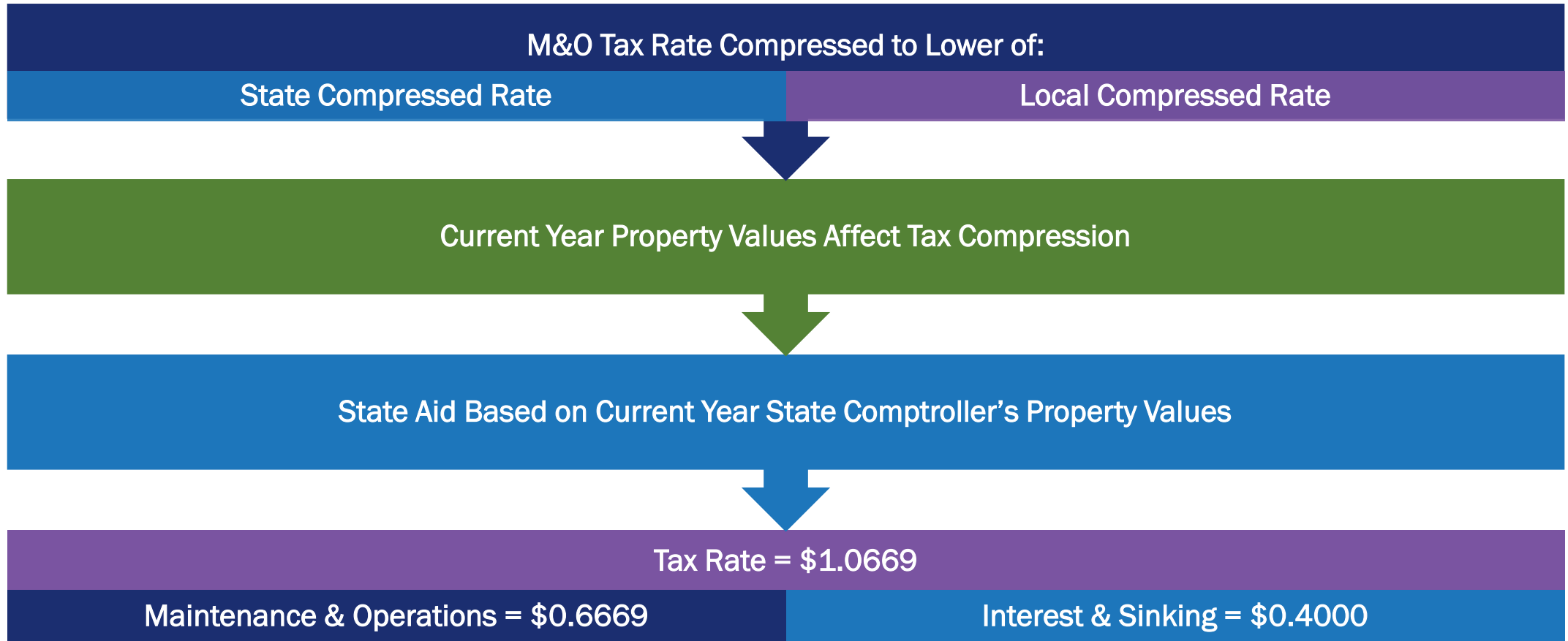


CYPRESS-FAIRBANKS INDEPENDENT SCHOOL DISTRICT

Adopted
2024 Tax Rate



Property Values and Tax Compression



Tax Code 26.042(e) & (g)

- (e) When **increased expenditure** of money by a school district is necessary to respond to a disaster, including a tornado, hurricane, flood, wildfire, or other calamity, but not including a drought, epidemic, or pandemic, that has impacted the school district and the governor has requested federal disaster assistance for the area in which the school district is located, an election is not required under Section 26.08 to approve the tax rate adopted by the governing body of the school district **for the year following the year in which the disaster occurs**. A tax rate adopted under this subsection applies **only in the year for which the rate is adopted**.
- (g) ...must specify the disaster declaration that provides the basis for authorizing the taxing unit to calculate or adopt a tax rate under the applicable subsection...
 - *Texas Disaster Declaration - January 2023 Tornado*

2024-2025 Tax Rate Options

Tax Rate	Disaster Pennies	Annual Increase/ Decrease \$350,000 Home*	District Revenue Increase	Net LOHE Tax Savings \$350,000 Home
\$1.0669	\$0.0000	(\$25.56)	\$0.0M	\$772
\$1.0811	\$0.0142	\$0.00	\$24.0M	\$757
\$1.0869	\$0.0200	\$10.44	\$33.9M	\$750

*Compared to 2023 tax rate of \$1.0811

\$200,000 Home

- Reduction of \$40,000 in taxable value
- Decrease of \$435 in property taxes

\$350,000 Home

- Reduction of \$70,000 in taxable value
- Decrease of \$761 in property taxes

Total District Impact

- Reduction of \$8.5B in taxable value
- Decrease of \$63M in revenue

IMPACT OF OPTIONAL HOMESTEAD EXEMPTION

2024-2025 Tax Rate Calculation Method

- Maximum Compressed Rate
 - Maintenance & Operations
 - Determined by TEA
- No-New-Revenue Tax Rate (NNR)
 - Tax rate that would produce the same levy in the coming year
 - Adjust prior year for new exemptions, appeals, etc.
 - Remove new items not on appraisal roll in prior year

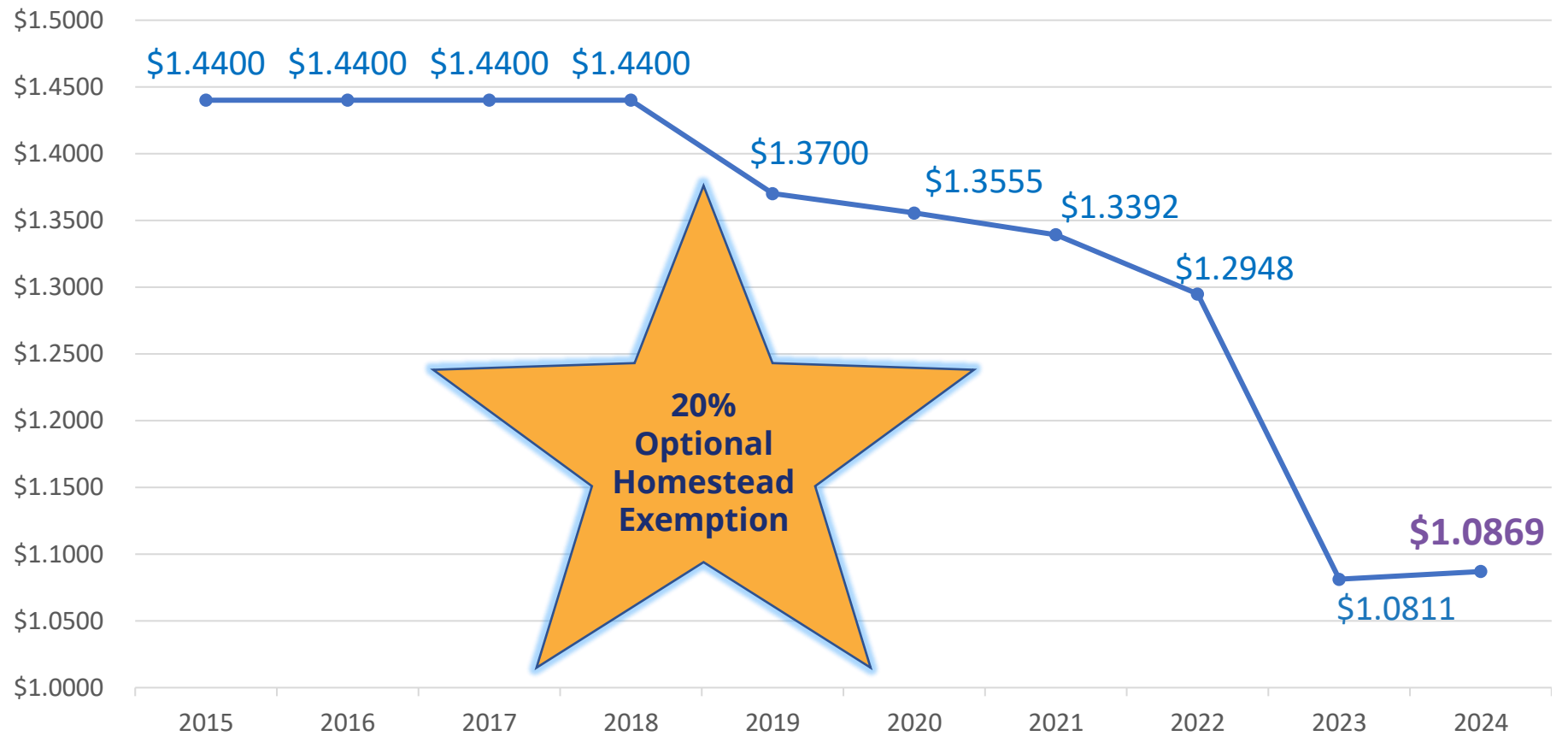
Proposed Tax Rate

- Proposed total tax rate of \$1.0869
 - More than 2024 total NNR tax rate of \$1.070716
 - Increase of \$0.0058 from 2023
- Board motion to adopt tax rate:

“I move that the property tax rate be increased by the adoption of a tax rate of \$1.0869, which is effectively a 1.51 percent increase in the tax rate.”
- Resolution must include:

“This tax rate will raise more taxes for maintenance and operations than last year’s tax rate.”

History of Property Tax Rates



Adopted Tax Rate 2024-2025

Description	Tax Rate
Maintenance & Operations	\$0.6869
Interest & Sinking	0.4000
Total Tax Rate	<u>\$1.0869</u>



QUESTIONS