

College Station Independent School District



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MEMORANDUM

To: Mr. Mike Martindale, Superintendent *mm*

From: Amy Drozd, Chief Financial Officer *ADrozd*

Date: August 12, 2020

Subject: Resolution Adopting a Tax Rate for the 2020-2021 fiscal year

Agenda Item: J – 2.

Background

A Notice of Public Meeting to Discuss Budget and Proposed Tax Rate was published as required by law in The Bryan-College Station Eagle. That notice informed the public of the public meeting scheduled for 6:45 P. M. on Tuesday, August 18, 2020 to be held “to discuss the school district’s budget that will determine the tax rate that will be adopted.”

The recommended rates are:

- \$0.966 For the Purposes of Maintenance and Operations
- \$0.263 For the Payment of Principal and Interest on Debt (Debt Service)

This is total tax rate of \$1.229 per \$100 of property valuation which is \$0.01 lower than the prior year rate of \$1.239 and includes an additional \$0.01 enrichment penny allowed by unanimous vote of the Board of Trustees. This penny brings an estimated \$1.6 million of revenue. (\$1 million in tax proceeds and \$600,000 in state revenue.) Without this \$0.01, the General Fund adopted budget would be a deficit of over \$4.3 million.

The required resolution and motion that ultimately adopts this rate requires calculations to be made from the “no-new-revenue” rate. Because CSISD has experienced property value growth and will collect more revenue than the prior year with this lower rate, the motion and resolution state a tax rate increase instead of the decrease when comparing actual rate.

Amy Drozd
Chief Financial Officer

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College Station, TX 77840
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Mike Martindale
Superintendent of Schools

College Station Independent School District



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Recommendation

It is recommended that the Board of Trustees of College Station Independent School District unanimously approve a property tax rate with the motion below:

"I move that the property tax rate be increased by the adoption of a total tax rate of \$1.229 of which \$.966 is for Maintenance and Operations and \$.263 for Debt Service, which is effectively .614 percent higher than the maintenance and operations calculated no-new-revenue rate."

(The motion is to be read exactly as written above.)

Amy Drozd
Chief Financial Officer

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