

First Public Hearing Property Tax Rate

City of McKinney
August 19, 2014



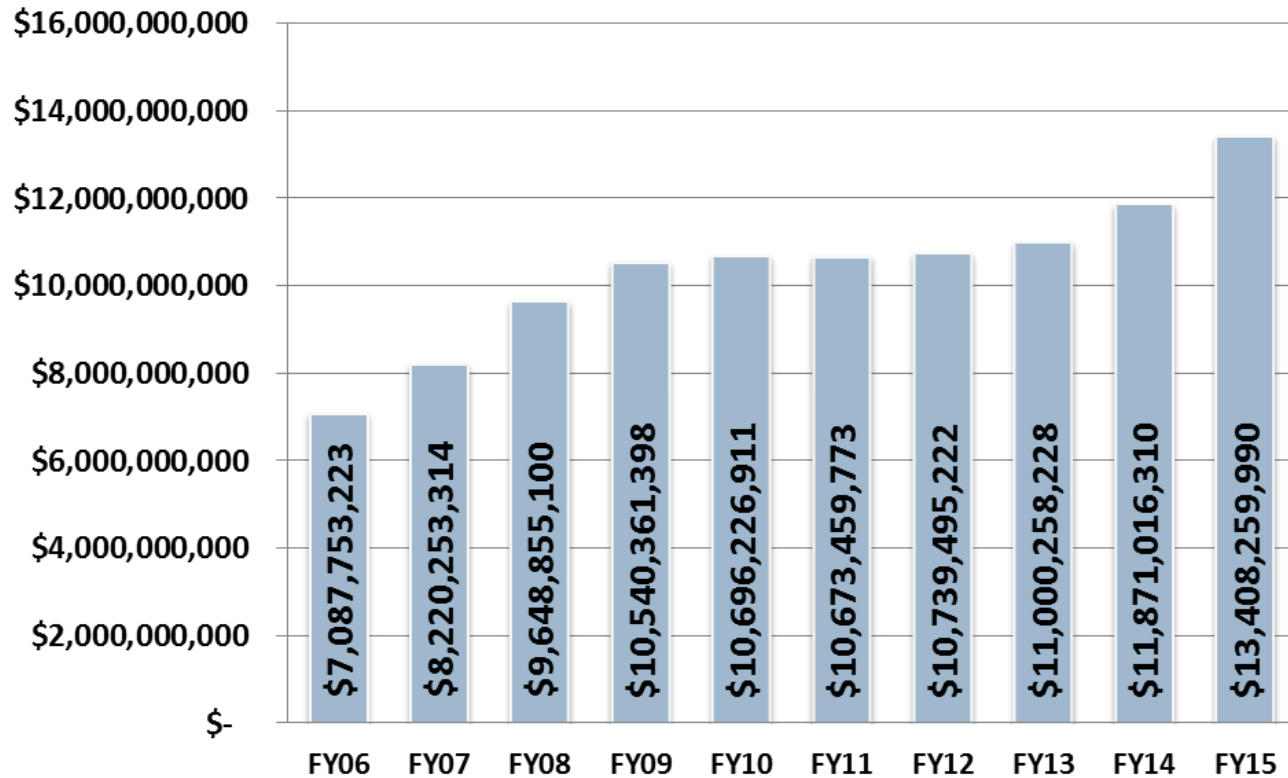
Effective Tax Rate

- The effective tax rate is a calculated rate that would provide a taxing unit with about the same amount of revenue it received in the year before on properties taxed in both years.
- If property values rise, the effective tax rate will go down and vice versa.

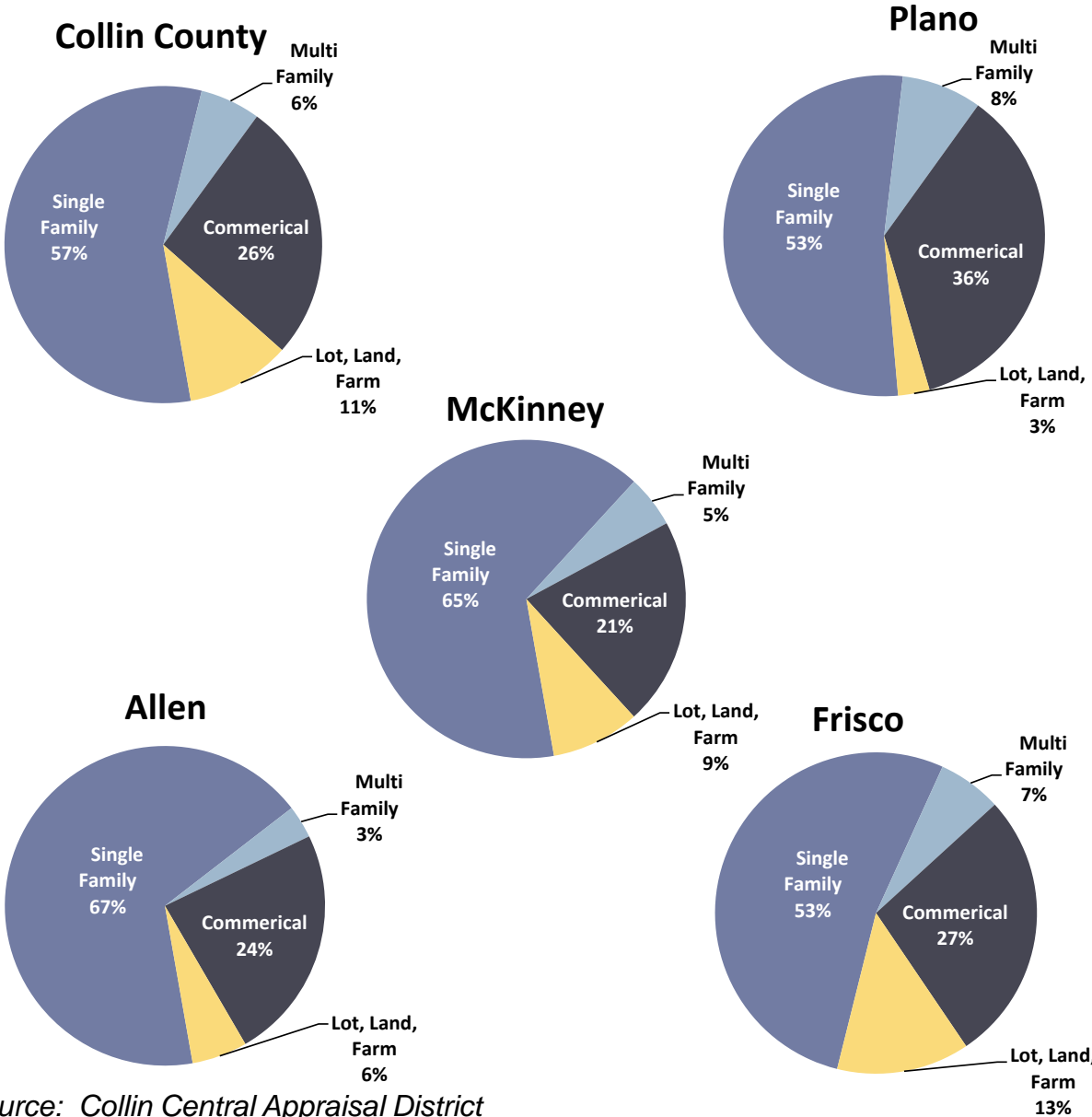
FY15 Taxes

- Tax rate for FY15 has been reduced by $\frac{1}{4}$ of a cent to \$0.58300
- Total tax rate had not been changed since FY08 when rate was set at \$0.58550
- Existing values have increased 8% over FY14

Taxable Value History

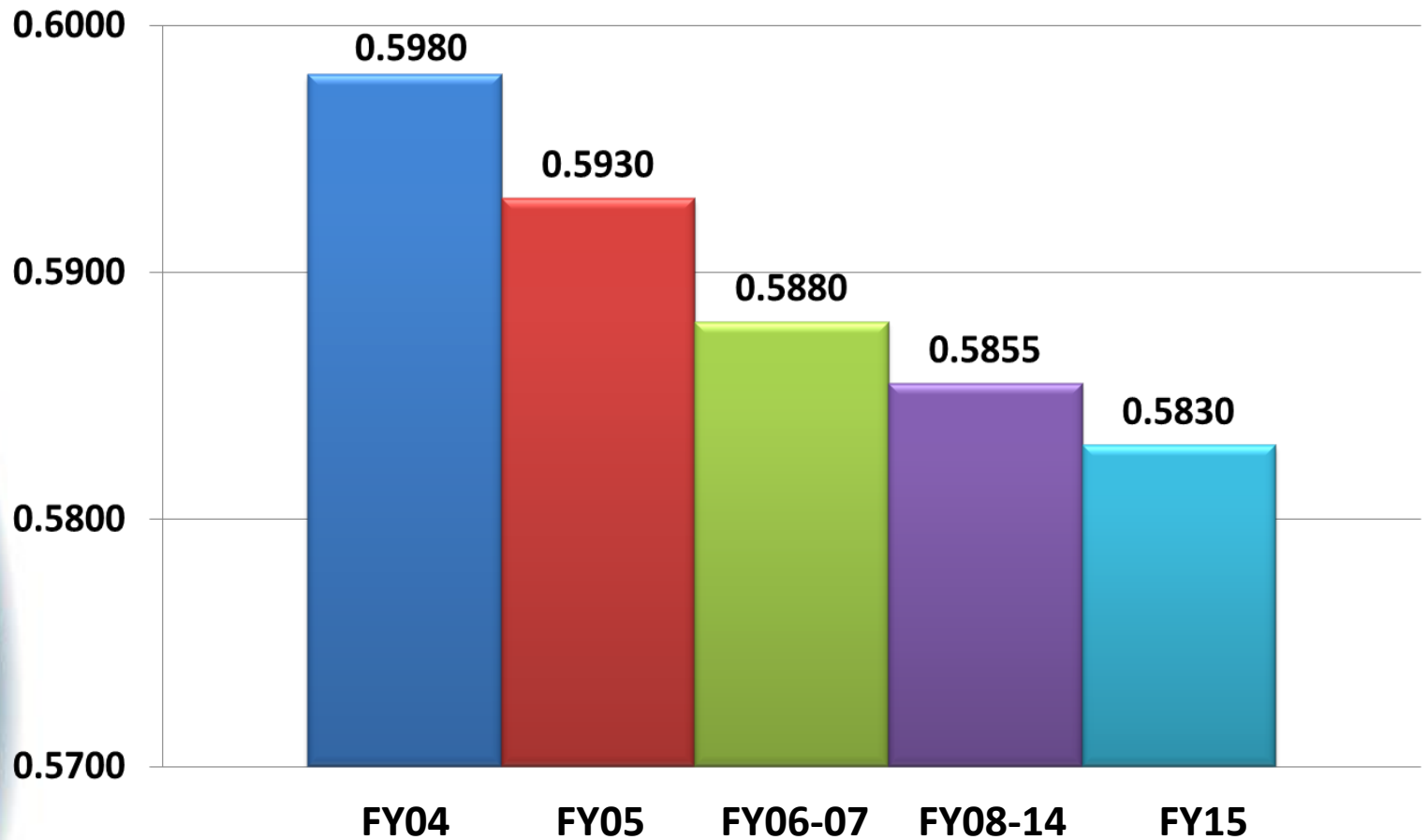


2014 Makeup of Appraised Values

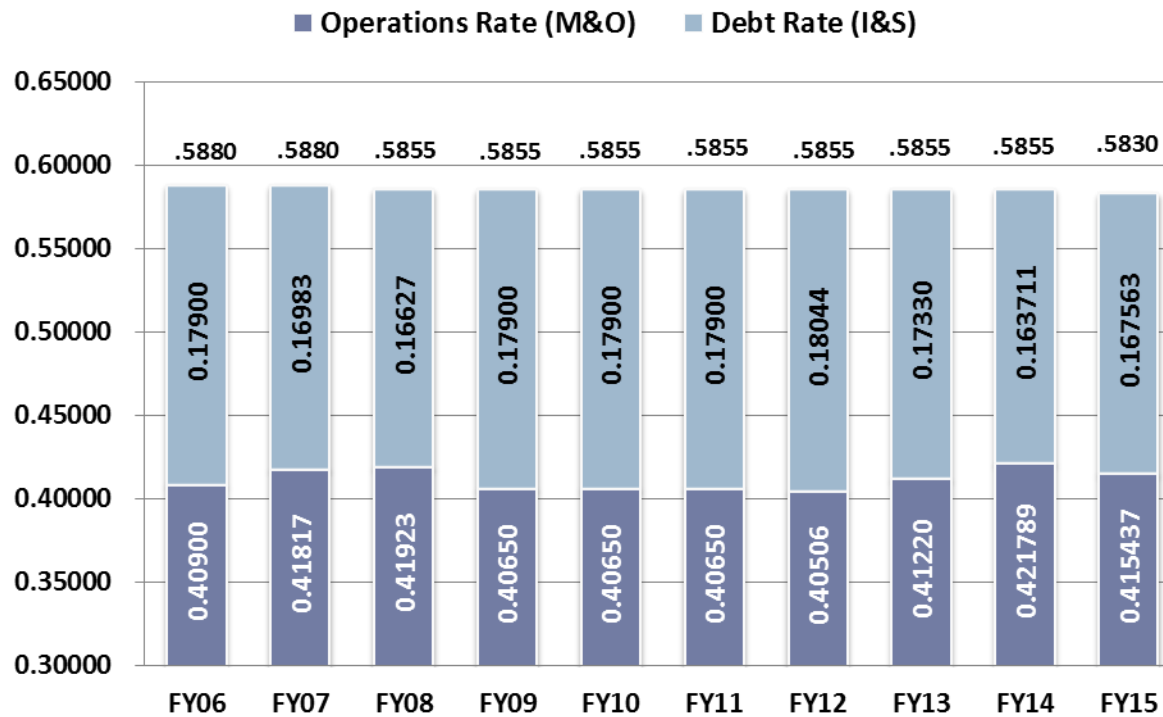


Source: Collin Central Appraisal District

Property Tax Rate History



Property Tax Rate Operations & Debt Rate History



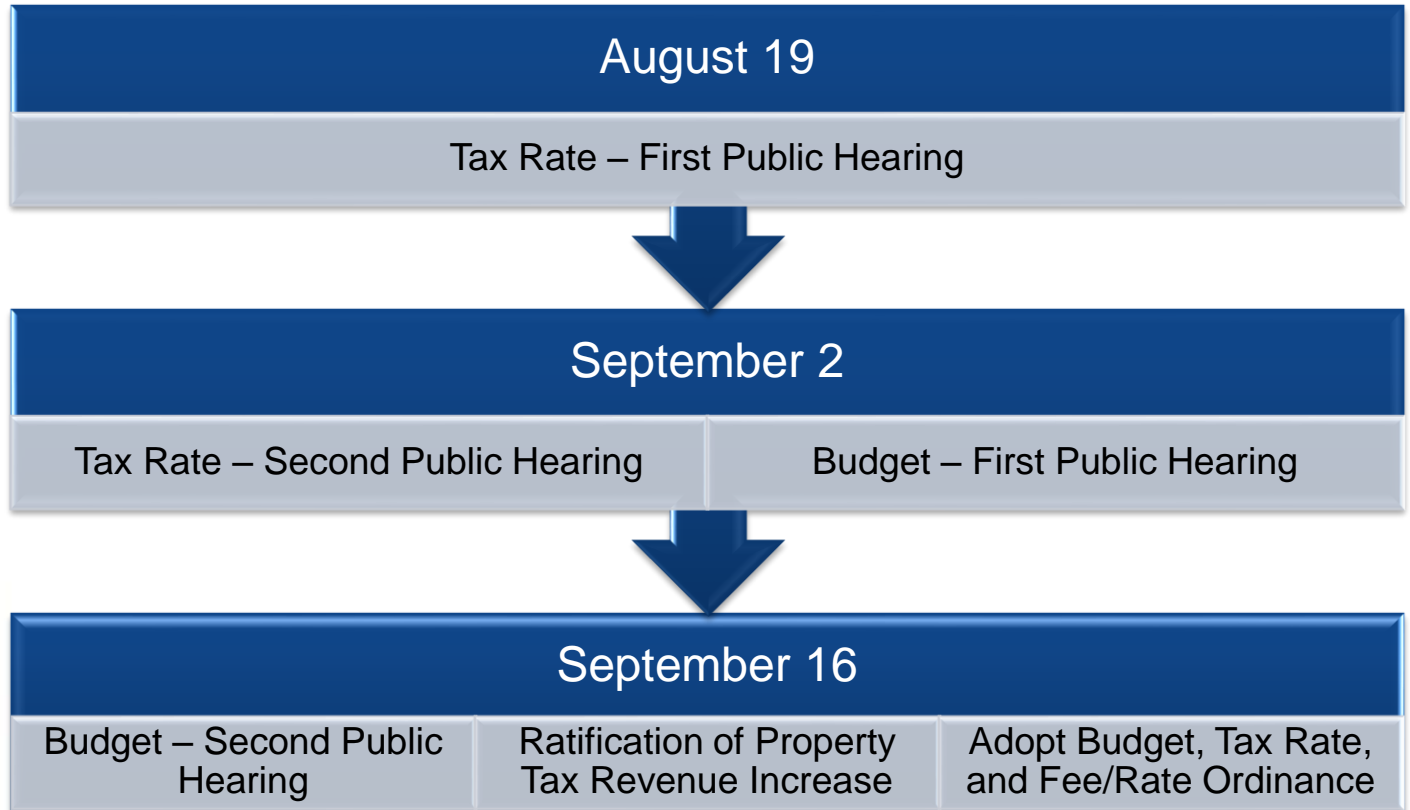
General Fund 5 Year Plan

	Actual 2012-13	EOY Estimate 2013-14	Budget 2014-15	Projected 2015-16	Projected 2016-17	Projected 2017-18	Projected 2018-19
Available Beginning Fund Balance	\$ 45,501,513	\$ 43,796,285	\$ 40,461,488	\$ 40,461,488	\$ 41,370,819	\$ 42,840,550	\$ 43,796,657
REVENUES							
Property Taxes	\$ 46,695,840	\$ 50,650,288	\$ 56,044,805	\$ 59,967,941	\$ 62,642,326	\$ 64,586,399	\$ 65,945,521
Sales & Use Taxes	18,950,422	19,165,000	19,775,000	20,368,250	21,182,980	22,030,299	22,911,511
Franchise Fees	12,725,593	13,135,483	13,686,149	13,959,872	14,239,069	14,666,242	15,106,229
Licenses & Permits	8,154,942	7,551,250	7,484,500	7,858,725	8,094,487	8,256,376	8,338,940
Charges & Fines	6,129,332	6,372,732	6,568,800	9,200,176	9,384,180	9,571,863	9,763,300
Other	996,186	1,465,756	1,259,795	1,284,991	1,310,691	1,336,905	1,363,643
Transfer	2,801,696	3,053,800	3,335,408	3,402,116	3,470,158	3,539,562	3,610,353
Total Revenues	96,454,011	101,394,309	\$ 108,154,457	\$ 116,042,071	\$ 120,323,891	\$ 123,987,645	\$ 127,039,497
EXPENDITURES							
Personnel	\$ 62,342,825	\$ 68,695,585	\$ 72,575,129	\$ 77,477,416	\$ 80,431,118	\$ 83,664,337	\$ 86,646,228
Supplies	3,183,239	4,585,320	3,936,430	4,145,159	4,228,062	4,362,623	4,459,875
Maintenance	4,456,337	5,600,939	5,159,846	6,497,453	6,642,012	6,900,552	7,049,763
Service/Sundry	14,853,975	16,674,033	16,349,917	16,676,915	17,010,454	17,350,663	17,697,676
Capital Outlay	2,181,877	1,139,223	25,910	26,428	26,957	27,496	28,046
Transfers	12,360,851	8,034,007	10,107,225	10,309,370	10,515,557	10,725,868	10,940,385
Total Expenditures	99,379,104	104,729,107	\$ 108,154,457	\$ 115,132,741	\$ 118,854,159	\$ 123,031,539	\$ 126,821,974
<i>Net Increase / Decrease</i>	<i>(2,925,093)</i>	<i>(3,334,798)</i>	<i>0</i>	<i>909,331</i>	<i>1,469,732</i>	<i>956,106</i>	<i>217,523</i>
Adjustments ***	1,219,865	-	-	-	-	-	-
Ending Fund Balance	\$ 43,796,285	\$ 40,461,488	\$ 40,461,488	\$ 41,370,819	\$ 42,840,550	\$ 43,796,657	\$ 44,014,180
<i>Fund Balance Increase / Decrease</i>	<i>(1,705,228)</i>	<i>(3,334,798)</i>	<i>0</i>	<i>909,331</i>	<i>1,469,732</i>	<i>956,106</i>	<i>217,523</i>
<i>Fund Balance % of Change</i>	<i>-4%</i>	<i>-8%</i>	<i>0%</i>	<i>2%</i>	<i>4%</i>	<i>2%</i>	<i>0%</i>
<i>Fund Balance % of Expenditures</i>	<i>44%</i>	<i>39%</i>	<i>37%</i>	<i>36%</i>	<i>36%</i>	<i>36%</i>	<i>35%</i>
Minimum Fund Requirement (25% Exp)	24,844,776	26,182,277	27,032,137	28,776,578	29,706,801	30,751,011	31,698,482
Available Ending Fund Balance	\$ 18,951,509	\$ 14,279,211	\$ 13,429,351	\$ 12,594,241	\$ 13,133,750	\$ 13,045,646	\$ 12,315,698

*** Adjustments include loan payments to General Fund and other non-revenue/non-expenditure cash transactions.

TAX RATE VARIABLE							
General fund	\$ 0.41220	\$ 0.42179	\$ 0.41544	\$ 0.41500	\$ 0.41200	\$ 0.40700	\$ 0.40200
Debt service fund	0.17330	0.16371	0.16756	0.16800	0.16800	0.16800	0.16800
Total Tax Rate	\$ 0.58550	\$ 0.58550	\$ 0.58300	\$ 0.58300	\$ 0.58000	\$ 0.57500	\$ 0.57000

Budget Calendar



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