

Second Public Hearing –
Tax Rate
City of McKinney
Financial Services



- MONEY MAGAZINE 2014 -

FY16 Taxes

- Tax rate proposed to remain \$0.5830 for FY16
- Tax rate is consistent with Council Guidelines and 10 Year Plan
- Existing values have increased 9% over FY15
- New values account for 4.4% of taxable roll

General Fund 10 Year Plan

	Budget 2014-15	Projected 2015-16	Projected 2016-17	Projected 2017-18	Projected 2018-19	Projected 2019-20	Projected 2020-21	Projected 2021-22	Projected 2022-23	Projected 2023-24
Available Beginning Fund Balance	\$ 39,412,402	\$ 39,412,403	\$ 40,308,036	\$ 40,628,342	\$ 41,806,842	\$ 43,292,010	\$ 44,668,693	\$ 46,441,248	\$ 48,671,571	\$ 49,171,396
REVENUES										
Property Taxes	\$ 56,079,359	\$ 59,635,915	\$ 62,617,711	\$ 65,122,419	\$ 67,076,092	\$ 69,088,375	\$ 71,161,026	\$ 73,295,857	\$ 75,494,732	\$ 77,759,574
Sales & Use Taxes	19,800,000	20,592,000	21,415,680	22,272,307	23,163,199	24,089,727	25,053,317	26,055,449	27,097,667	28,181,574
Franchise Fees	13,686,149	14,096,733	14,519,635	14,955,225	15,403,881	15,865,998	16,341,978	16,832,237	17,337,204	17,857,320
Licenses & Permits	7,584,500	7,963,725	8,202,637	8,366,689	8,534,023	8,704,704	8,878,798	9,056,374	9,237,501	9,422,251
Charges & Fines	6,568,800	9,700,176	9,894,180	10,092,063	10,293,904	10,499,782	10,709,778	10,923,974	11,142,453	11,365,302
Other	1,259,795	1,284,991	1,310,691	1,336,905	1,363,643	1,390,915	1,418,734	1,447,108	1,476,051	1,505,572
Transfer	3,248,219	3,313,183	3,379,447	3,447,036	3,515,977	3,586,296	3,658,022	3,731,183	3,805,806	3,881,922
Total Revenues	\$ 108,226,822	\$ 116,586,724	\$ 121,339,980	\$ 125,592,644	\$ 129,350,719	\$ 133,225,798	\$ 137,221,652	\$ 141,342,181	\$ 145,591,415	\$ 149,973,516
EXPENDITURES										
Personnel	\$ 74,551,866	\$ 79,696,216	\$ 84,258,702	\$ 86,882,953	\$ 89,575,236	\$ 92,599,993	\$ 95,377,993	\$ 98,239,332	\$ 103,358,112	\$ 106,588,856
Supplies	4,683,736	4,777,411	4,872,959	4,970,418	5,069,826	5,171,223	5,274,647	5,380,140	5,487,743	5,597,498
Maintenance	5,231,375	6,982,423	7,168,271	7,346,636	7,502,069	7,845,110	8,039,013	8,199,793	8,407,289	8,665,435
Service/Sundry	17,096,881	17,438,819	17,787,595	18,143,347	18,506,214	18,876,338	19,253,865	19,638,942	20,031,721	20,432,355
Capital Outlay	514,313	524,599	535,091	545,793	556,709	567,843	579,200	590,784	602,600	614,652
Transfers	6,148,651	6,271,624	6,397,056	6,524,997	6,655,497	6,788,607	6,924,379	7,062,867	7,204,124	7,348,207
Total Expenditures	\$ 108,226,822	\$ 115,691,090	\$ 121,019,674	\$ 124,414,145	\$ 127,865,551	\$ 131,849,115	\$ 135,449,097	\$ 139,111,859	\$ 145,091,589	\$ 149,247,002
Ending Fund Balance	\$ 39,412,403	\$ 40,308,036	\$ 40,628,342	\$ 41,806,842	\$ 43,292,010	\$ 44,668,693	\$ 46,441,248	\$ 48,671,571	\$ 49,171,396	\$ 49,897,910
<i>Fund Balance Increase / Decrease</i>	0	895,633	320,306	1,178,499	1,485,168	1,376,683	1,772,555	2,230,323	499,826	726,514
<i>Fund Balance % of Change</i>	0%	2%	1%	3%	4%	3%	4%	5%	1%	1%
<i>Fund Balance % of Expenditures</i>	36%	35%	34%	34%	34%	34%	34%	35%	34%	33%
Minimum Fund Requirement (25% Exp)	26,928,127	28,791,623	30,121,146	30,967,088	31,827,211	32,820,318	33,717,474	34,630,269	36,122,247	37,158,088
Available Ending Fund Balance	\$ 12,484,276	\$ 11,516,413	\$ 10,507,196	\$ 10,839,754	\$ 11,464,799	\$ 11,848,375	\$ 12,723,774	\$ 14,041,302	\$ 13,049,149	\$ 12,739,822

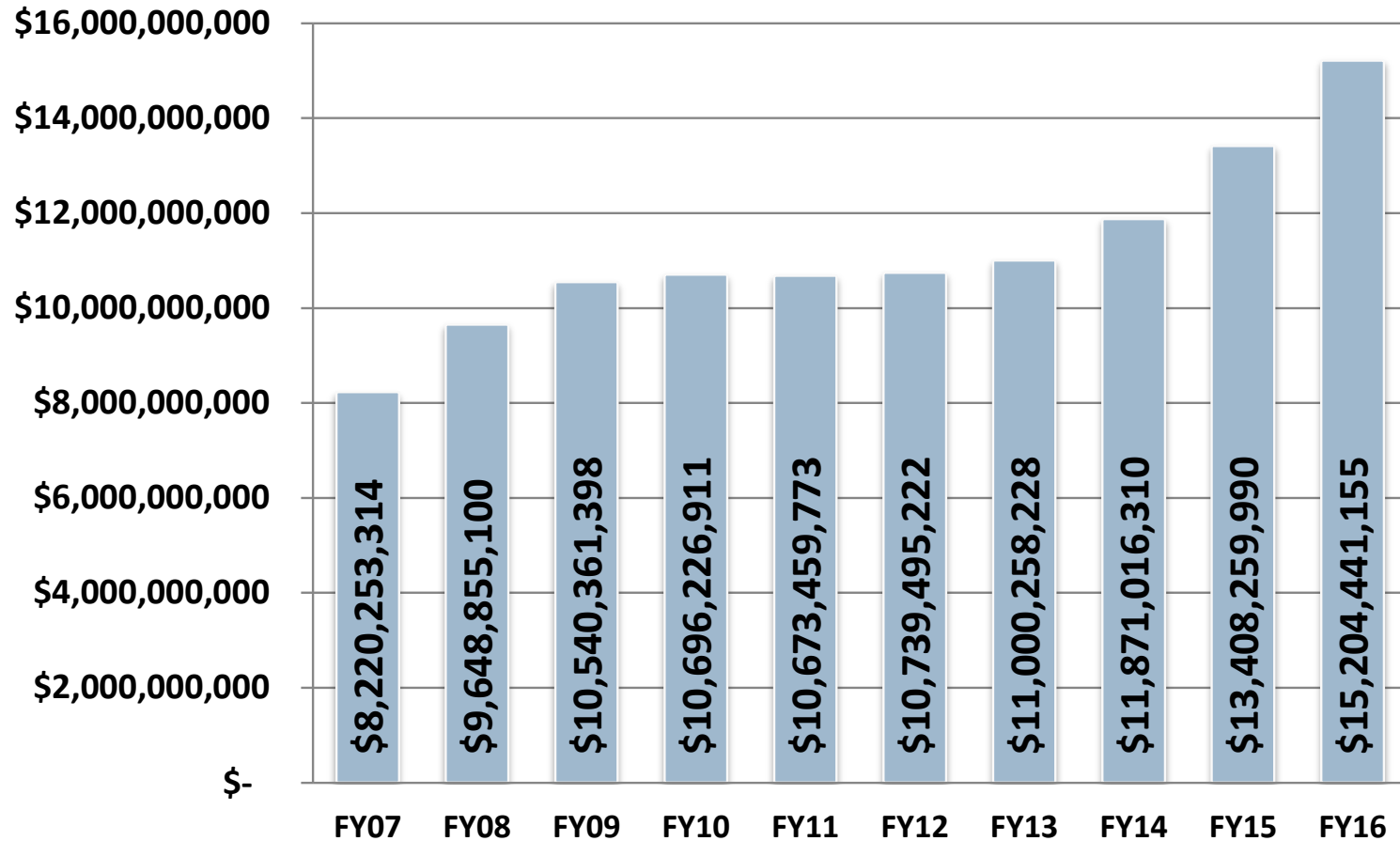
TAX RATE VARIABLE										
General fund	\$ 0.41544	\$ 0.41500	\$ 0.41500	\$ 0.41500	\$ 0.41500	\$ 0.41500	\$ 0.41500	\$ 0.41500	\$ 0.41500	\$ 0.41500
Debt service fund	0.16756	0.16800	0.16800	0.16800	0.16800	0.16800	0.16800	0.16800	0.16800	0.16800
Total Tax Rate	\$ 0.58300	\$ 0.58300	\$ 0.58300	\$ 0.58300	\$ 0.58300	\$ 0.58300	\$ 0.58300	\$ 0.58300	\$ 0.58300	\$ 0.58300

STAFFING VARIABLE										
Full time equivalent positions	798.6	832.7	859.7	865.7	867.7	877.7	877.7	877.7	904.7	906.7
Average salary per FTE	\$ 66,681	\$ 68,362	\$ 70,005	\$ 71,686	\$ 73,737	\$ 75,358	\$ 77,619	\$ 79,947	\$ 81,603	\$ 83,968
Average cost per FTE	\$ 93,353	\$ 95,706	\$ 98,008	\$ 100,360	\$ 103,231	\$ 105,501	\$ 108,666	\$ 111,926	\$ 114,244	\$ 117,555

FY16 Calculated Tax Rates

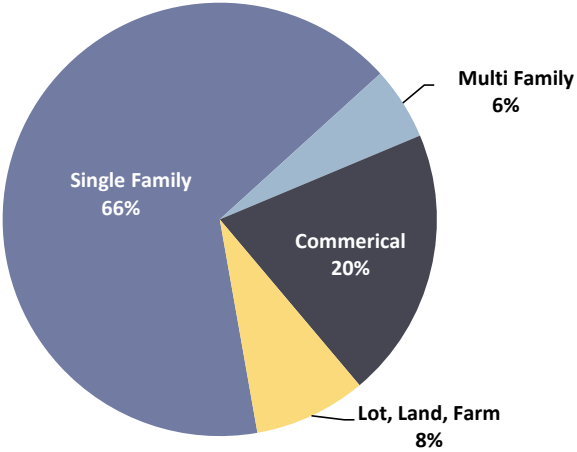
	<u>2014-15</u>	<u>2015-16</u>
Property Tax Rate	\$0.583000	\$0.583000
Debt Rate	\$0.167563	\$0.173027
M&O Rate	\$0.415437	\$0.409973
Effective Tax Rate	\$0.538235	\$0.537088
Rollback Rate	\$0.586301	\$0.586322

Taxable Value History

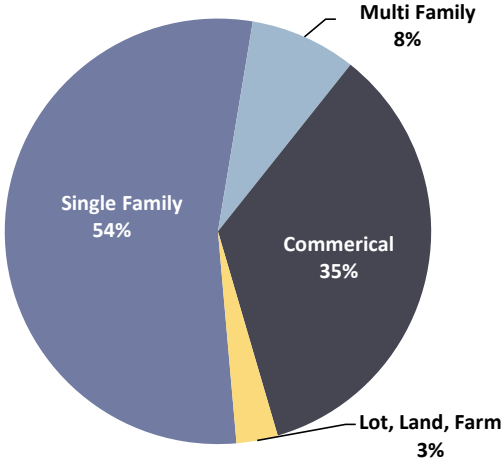


2015 Makeup of Appraised Values

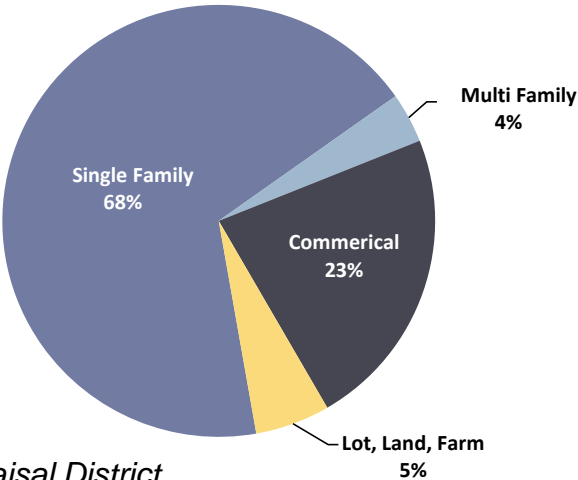
McKinney



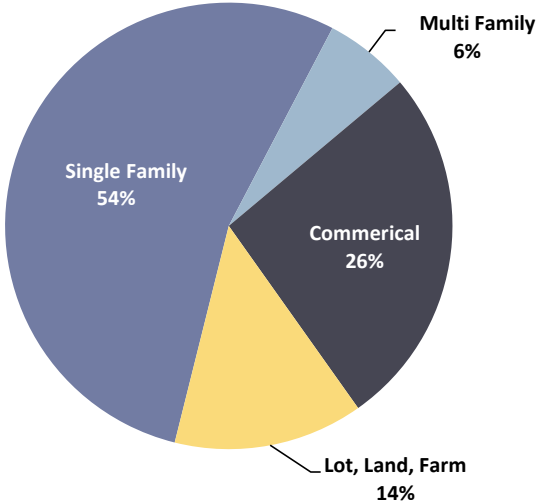
Plano



Allen

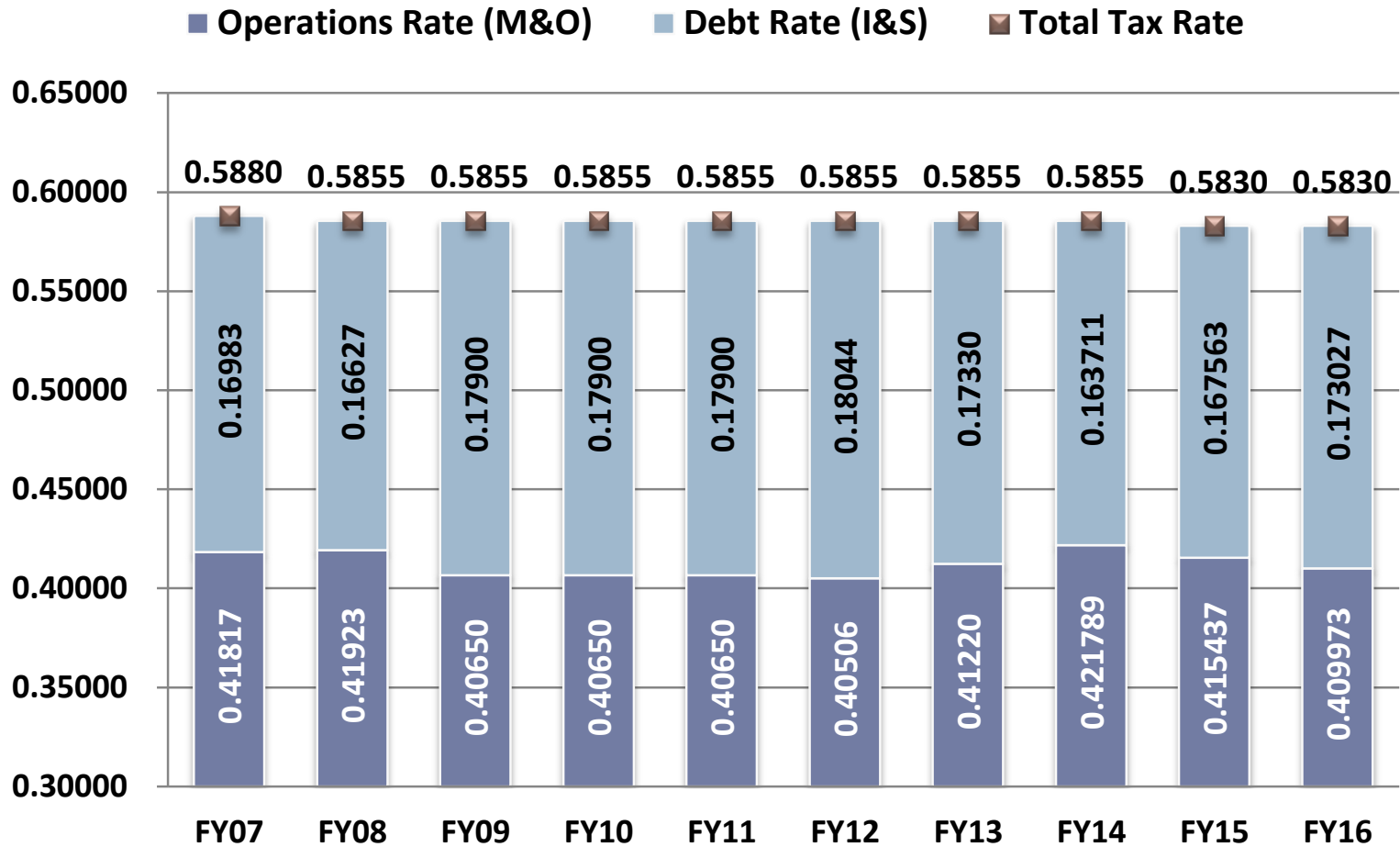


Frisco



Source: Collin Central Appraisal District

Property Tax Rate History



Upcoming Events

September 15th –
Adopt Budget and
Tax Rate

- Council will adopt budget
- Council takes 2 votes on tax rate
- Council adopts fee schedule