



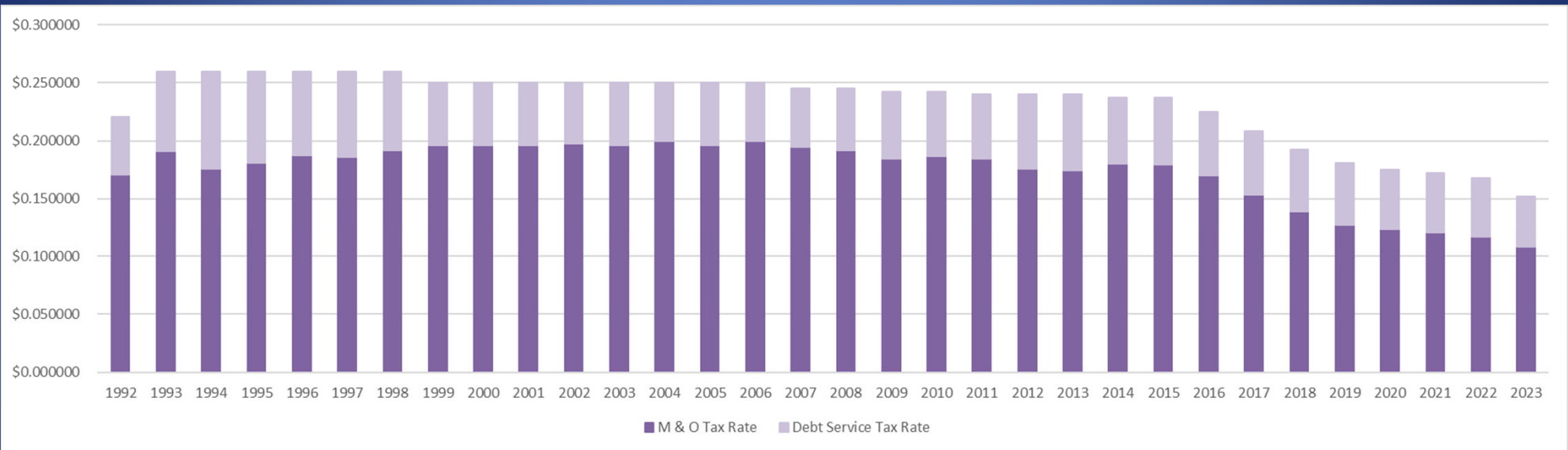
COLLIN COUNTY

FY 2023 Tax Rate Public Hearing



Tax Rate

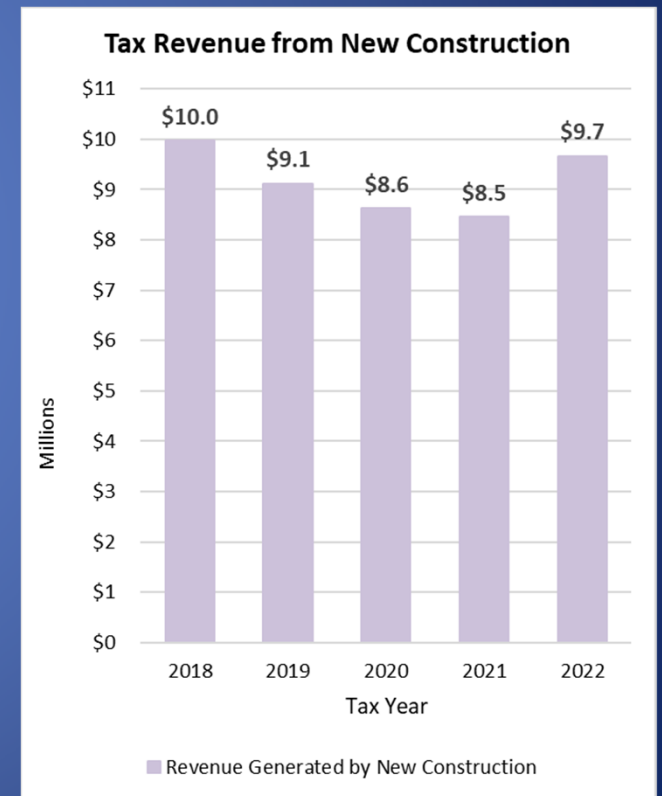
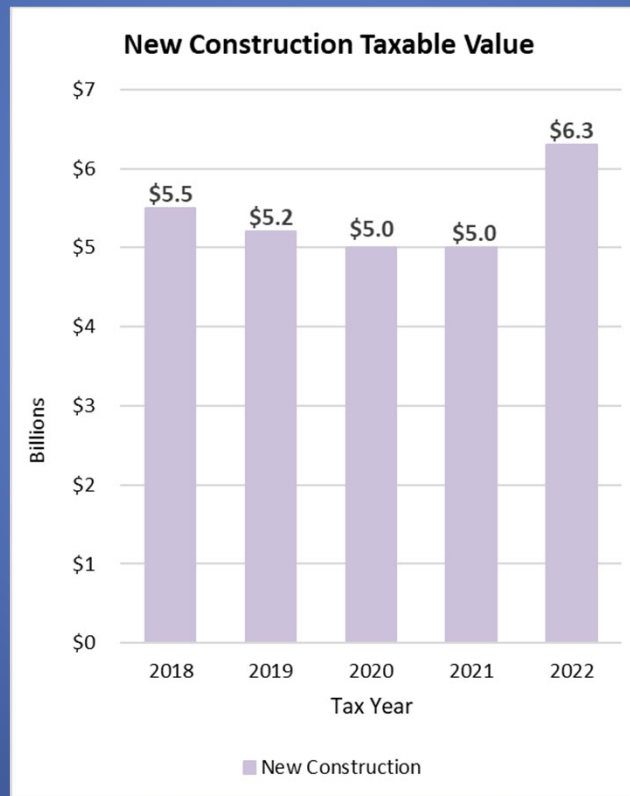
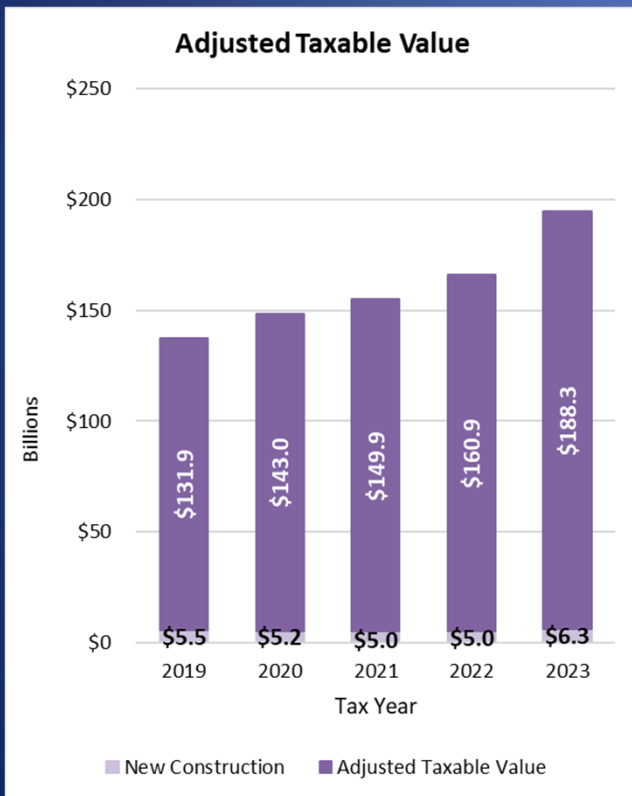
- Current Tax Rate is \$0.168087 per \$100 valuation
- Proposed Tax Rate is \$0.152443 per \$100 valuation
- County has not raised the tax rate since 1993
 - FY 2023 will be the 30th year without a tax rate increase
- County adopted a 5% Homestead Exemption in FY 2009
 - FY 2023 will be the 15th year with the homestead exemption





Tax Base Growth

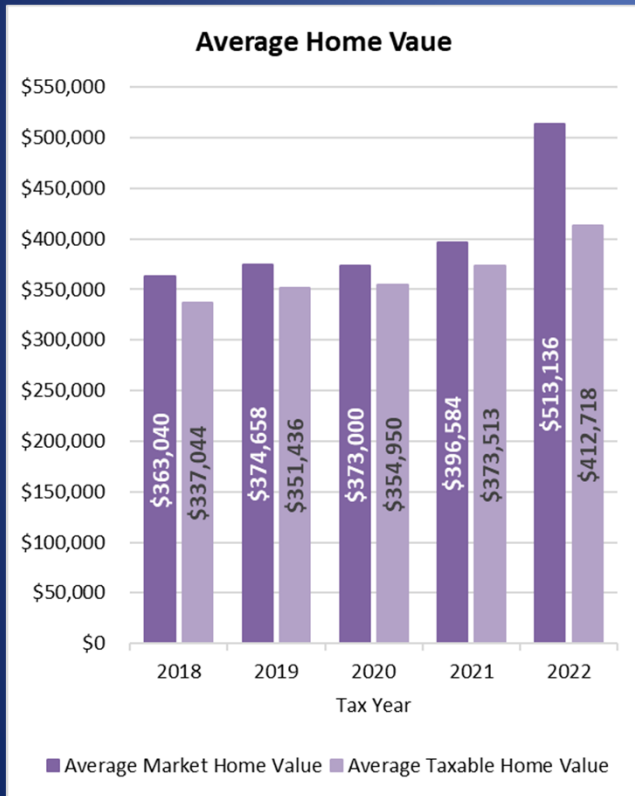
The tax year 2022 Certified Adjusted Taxable Value for Collin County is \$194.6 billion of which \$6.3 billion is new construction. This is a 17.3% increase from last year.



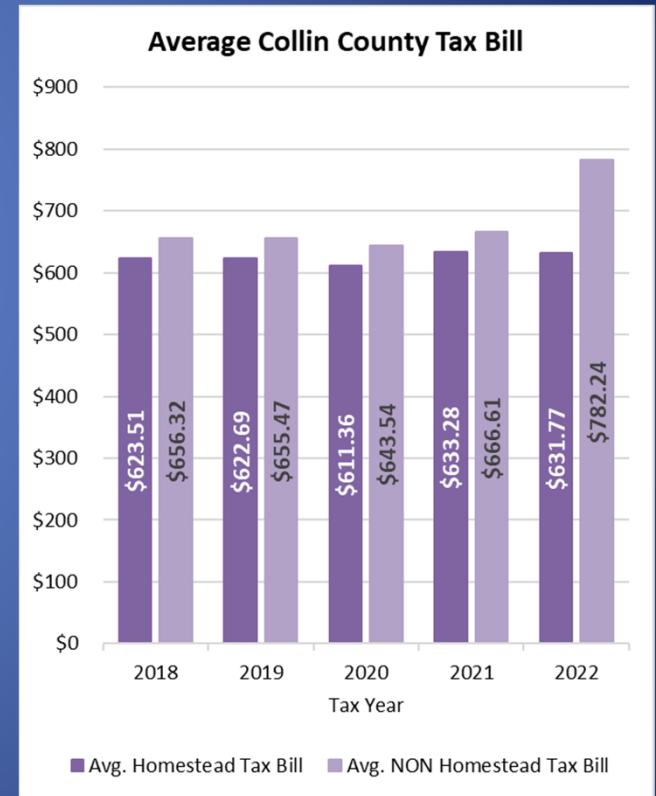


Taxpayer Impact

The average value of a home in Collin County is valued at \$513,136 according to statistics compiled by the Collin Central Appraisal District. This is a 29.4% increase from the prior year's average value. Taxable value is capped at a 10% increase on residential homesteads.



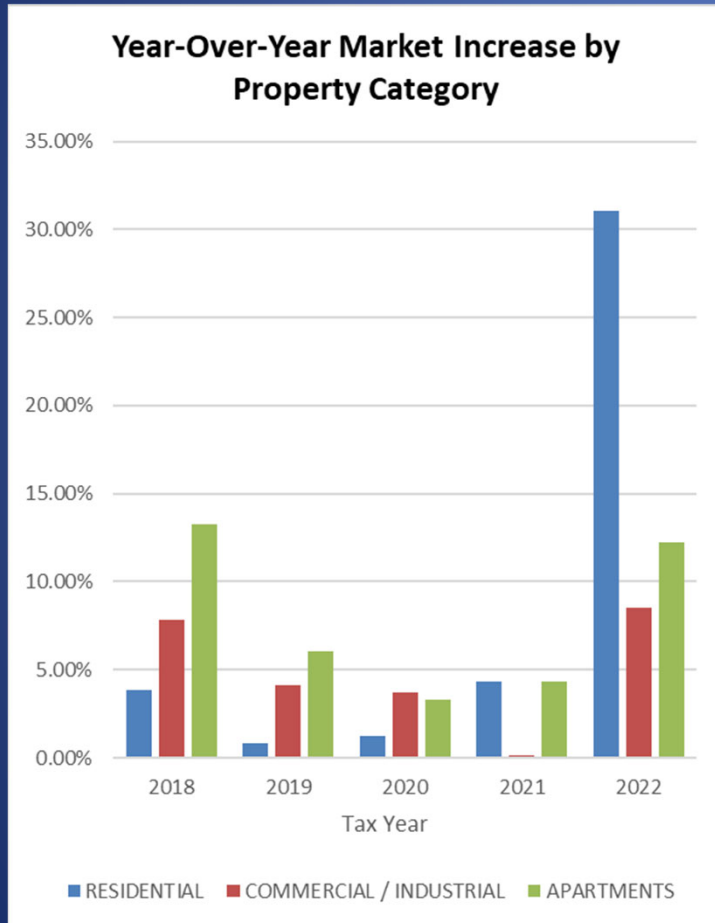
Tax Year	Average Home Market Value	Average Home Taxable Value	Average Homestead Exemption
2018	\$363,040	\$337,044	\$25,996
2019	\$374,658	\$351,436	\$23,222
2020	\$373,000	\$354,950	\$20,897
2021	\$396,584	\$373,513	\$23,071
2022	\$513,136	\$412,718	\$100,418



Home values from data compiled by Collin Central Appraisal District.



Year-Over-Year Market Increase



Year-Over-Year Market Increase by Property Category

	Residential	Commercial / Industrial	Apartments
2018	3.85%	7.85%	13.27%
2019	0.84%	4.10%	6.07%
2020	1.25%	3.74%	3.29%
2021	4.35%	0.15%	4.35%
2022	31.03%	8.54%	12.23%



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Entity	Proposed Tax Rate	Average Taxes*	Last Year Average Taxes*
Collin County	\$0.152443	\$631.77	\$633.23
City of Plano	\$0.426500	\$1,488.46	\$1,416.60
Plano ISD	\$1.259750	\$4,991.66	\$4,907.70
Collin College	<u>\$0.081220</u>	<u>\$350.26</u>	<u>\$318.04</u>
	\$1.980965	\$7,462.15	\$7,275.61

*Average value based on Collin County average home value with a homestead exemption for this year and the prior year.



Plano ISD
65.6%

City of Plano
22.2%

Collin
County
7.9%

Collin
College
4.2%





COLLIN COUNTY

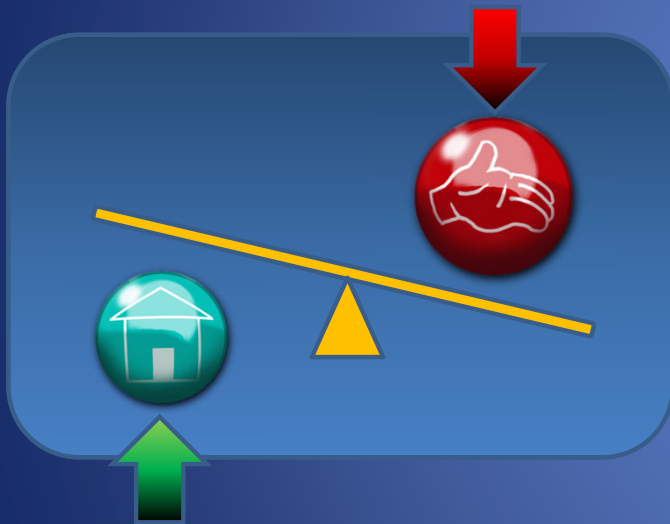
Truth-in-Taxation



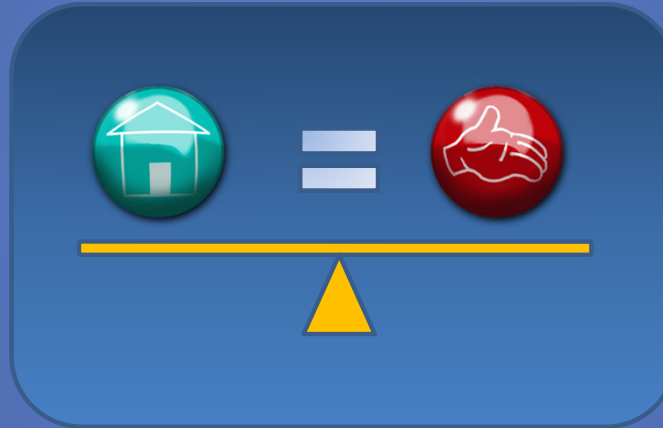
The “Seesaw” Effect

The No New Revenue Tax Rate will vary depending on increases/decreases in appraised values of the same properties (residential and commercial) existing in both tax years.

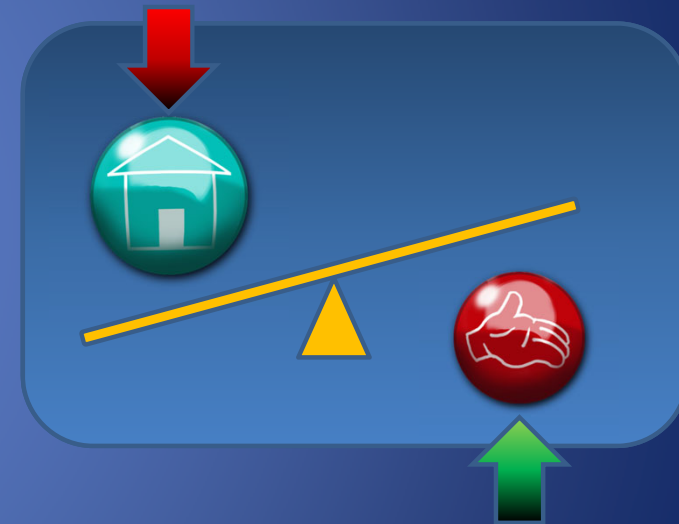
Tax Year 2022: Existing Value INCREASED by 17.3% and the No New Revenue Tax Rate DECREASED by 10.9%



If the Appraised Value goes UP, then the No New Revenue Tax Rate goes DOWN



If the Appraised Values stays the same, so does the No New Revenue Tax Rate



If the Appraised Value goes DOWN, then the No New Revenue Tax Rate goes UP

 Appraised Property Value

 No New Revenue Tax Rate



No New Revenue Tax Rates

\$246,051,459



2021 Adjusted
Total Property Taxes



\$164,373,130,052



2022 Adjusted
Taxable Property Value



\$0.149690



This Year's
NNR Tax Rate

\$171,593,491



2021 Adjusted
Operating Property
Taxes



\$164,373,130,052



2022 Adjusted
Taxable Property Value



\$0.104392



This Year's
Unadjusted NNR
M&O Tax Rate

\$0.104392



This Year's Unadjusted
No New Revenue M&O
Tax Rate



\$0.000227



Rate Adjustments



\$0.104619



This Year's
Adjusted NNR
M&O Tax Rate

No New Revenue Tax Rate (NNR) enables the public to evaluate the relationship between taxes for the prior year and for the current year based on a tax rate that would produce the same amount of taxes (no new revenues) if applied to the same properties that are taxed in both years. This calculation does not take into account any changes in the County's debt obligations.

Unadjusted NNR Maintenance & Operations (M&O) Tax Rate is the tax rate that is needed to raise the same amount of taxes that the taxing unit levied in the prior year for operations. This rate accounts for such things as salaries, utilities and day-to-day operations.

A county can receive rate adjustments for Criminal Justice Mandate, Indigent Healthcare Expenditures, Indigent Defense Compensation, and County hospital expenditures. This year's rate adjustment is \$0.000227.

The Adjusted M&O Rate is important because this is the tax rate used to determine the Voter-Approval Tax Rate.



Voter Approval Tax Rates

\$0.104619



This Year's
Adjusted NNR
M&O Tax Rate



103.5%



The Law



\$0.108280



This Year's
Voter-Approval
M&O Rate

\$0.108280



This Year's
Voter-Approval
M&O Rate



\$0.044271



Debt Tax Rate



\$0.152551



Voter-Approval
Tax Rate

\$0.152551



Voter-Approval
Tax Rate



\$0.010338



Unused Increment
Rate



\$0.162889



Maximum Voter-Approval
Tax Rate

The **Voter-Approval M&O** portion is the tax rate that is needed to raise the same amount of taxes that the taxing unit levied in the prior year plus the applicable percentage allowed by law. This rate accounts for such things as salaries, utilities and day-to-day operations.

The **Debt Rate** includes the debt services necessary to pay the taxing unit's debt payments in the coming year. This rate accounts for principal and interest on bonds and other debt secured by property tax revenue.

The **Voter-Approval** tax rate is the highest tax rate that a taxing unit may adopt without holding an election to seek voter approval of the rate. The voter-approval tax rate is split into two separate rates: The Voter-Approval M&O tax rate and the Debt rate.

The **Unused Increment** rate is the rate equal to the difference between the adopted tax rate and voter-approval tax rate before the unused increment rate for the prior three years. In a year where a taxing unit adopts a rate by applying any portion of the unused increment rate, the unused increment rate for that year would be zero.



Tax Rate Comparison

Property Tax Rate Description	FY 2022 Tax Rates	FY 2023 Tax Rates	Change	
No New Revenue Tax Rate (NNR)	\$0.168087	\$0.149690	-\$0.018397	-10.9%
Unadjusted NNR M&O Tax Rate	\$0.117376	\$0.104392	-\$0.012984	-11.1%
Adjusted NNR M&O Tax Rate	\$0.117517	\$0.104619	-\$0.012898	-11.0%
Voter-Approval M&O Tax Rate 3.5%	\$0.121630	\$0.108280	-\$0.013350	-11.0%
Debt Tax Rate	\$0.051251	\$0.044271	-\$0.006980	-13.6%
Unadjusted NNR M&O Tax Rate + Debt Rate	\$0.168627	\$0.148663	-\$0.019964	-11.8%
Adjusted NNR M&O Tax Rate + Debt Rate	\$0.168768	\$0.148890	-\$0.019878	-11.8%
Voter-Approval Tax Rate	\$0.172881	\$0.152551	-\$0.020330	-11.8%
Voter-Approval Tax Rate Adjusted for Unused Increment	\$0.178425	\$0.162889	-\$0.015536	-8.7%
FY 2022 Adopted vs FY 2023 Proposed Tax Rate	\$0.168087	\$0.152443	-\$0.015644	-9.3%

- Voter-Approval Tax Rate* generates an additional \$5.1 million above the No New Revenue Tax Rate
- The Voter-Approval Tax Rate Adjusted for Unused Increment** generates an additional \$23.7 million above the No New Revenue Tax Rate
- Both tax rates are below last year's adopted tax rate
- Automatic election is triggered if the County adopts a rate higher than the Voter-Approval Tax Rate Adjusted for Unused Increment



Tax Rate by Fund Comparison

Fund	FY 2022 Adopted	FY 2023 Proposed	Change	
General Fund	\$0.115507	\$0.107120	-\$0.008387	-7.3%
Road & Bridge Fund	---	----	---	---
Permanent Improvement Fund	<u>\$0.001329</u>	<u>\$0.001052</u>	<u>-\$0.000277</u>	-20.8%
Total M&O Tax Rate	\$0.116836	\$0.108172	-\$0.008664	-7.4%
Debt Service Fund	<u>\$0.051251</u>	<u>\$0.044271</u>	<u>-\$0.006980</u>	-13.6%
Total Tax Rate	\$0.168087	\$0.152443	<u>-\$0.015644</u>	-9.3%



COLLIN COUNTY

FY 2023 Tax Rate Public Hearing