

KENTUCKY DEPARTMENT OF EDUCATION
Real Estate And Personal Property Tax Calculation

Report 1

District: 134 Covington Independent - School Year: 2023 - 2024

Date Generated: July 27, 2023 12:12:43 PM

The property tax rates shown below are calculated under the provisions of KRS 160.470 (House Bill 44).

CLASS OF PROPERTY - REAL ESTATE, TANGIBLE PERSONALITY, PUBLIC SERVICE COMPANIES AND DISTILLED SPIRITS

Item A	Compensating Tax Rate	Subsection (1)	4% Increase
General Fund Real Estate KRS 160.470	Rate Revenue \$ 17,894,672	120.0 \$ 24,569,344	90.8 \$ 18,590,803
General Fund Personal Property KRS 160.473	Rate Revenue \$ 1,622,968	120.0 \$ 2,096,406	96.5 \$ 1,685,860

Item D

Maximum Tax Rate for Motor Vehicles: 85.9

5.5 cents of the total property rate shown above is required to produce the 5 cent equivalent tax necessary for participation in the SFGC and FSPK programs.

NOTE: 0.2 cents may be added to the above property rates to recover prior year losses due to exonerations. KRS 134.590

Division of District Support
4th Floor
300 Sower Blvd
Frankfort, KY 40601



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Report 2

District: 134 Covington Independent - School Year: 2023 - 2024

Date Generated: July 27, 2023 12:12:44 PM

The property tax rates shown below are calculated under the provisions of KRS 157.440 (House Bill 940). These may be levied without hearing or recall. The equivalent rate shown is the maximum Tier I equivalent, or the 89-90 equivalent, whichever is higher, plus the 5 cent growth levy, equalized growth levy and recallable nickel levy, if applicable.

CLASS OF PROPERTY - REAL ESTATE, TANGIBLE PERSONAL, PUBLIC SERVICE COMPANIES AND DISTILLED SPIRITS

Item E

Required Tax Rate for 84.7 Cent Equivalent Revenue *

General Fund Real Estate	Rate	84.9
	Revenue	\$ 17,382,811
General Fund Personal Property	Rate	84.9
	Revenue	\$ 1,483,207

Item E above may be used in place of Item A General Fund Tax Rate and Revenue Certification. If a higher MV rate is used, this property rate must be recalculated.

Prior Year Motor Vehicle Tax Levy: 85.9

* No hearing required - no recall. KRS 157.440(1)(a)

5.5 cents of the total property rate shown above is required to produce the 5 cent equivalent tax necessary for participation in the SFCC and FSPK programs.

NOTE: 0.2 cents may be added to the above property rates to recover prior year losses due to exonerations. KRS 134.590



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Report 3

District: 134 Covington Independent - School Year: 2023 - 2024

Date Generated: July 27, 2023 12:12:46 PM

ITEM

A. January 1, 2022 Assessment of Adjusted Property at Full Rates	2,136,902,706
B. January 1, 2023 Homestead Exemptions	10,395,950
C. January 1, 2022 Adjusted Tax Base (A-B)	2,126,506,756
D. January 1, 2023 Net Assessment Growth	95,639,037
E. January 1, 2023 Total Valuation of Adjusted Property at Full Rate	2,222,145,793

	<u>Property Subject to Taxation as of January 1, 2022</u>	<u>Net Assessment Growth</u>	<u>Property Subject to Taxation as of January 1, 2023</u>
F. Real Estate	1,964,804,800	78,807,900	2,033,216,750
G. Tangible Personal	93,911,241	8,498,405	102,409,646
H. P.S. Co. - Real Estate	11,947,139	2,281,413	14,228,552
I. P.S. Co. - Tangible Personal	66,239,526	6,051,319	72,290,845
J. Distilled Spirits	0	0	0
K. Electric Plant Board	0	0	0
L. Motor Vehicles - Includes Public Service Motor Vehicles	158,970,673		179,384,258

Net New Property:	PVA Real Estate	20,294,600	Exonerations:	Real Estate	3,344,900
	P.S. Co. Real Estate	2,281,413		Tangible	-1,663,988
Unmined Coal:		0			
Aircraft (Recreational and Non-Commercial):		0			
Watercraft (Non-Commercial):		0			

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KENTUCKY DEPARTMENT OF EDUCATION
Real Estate And Personal Property Tax Calculation
Report 4 - Total Valuation of Property

District: 134 Covington Independent - School Year: 2023 - 2024

Date Generated: July 27, 2023 12:12:48 PM

Total Valuation Real and Personal Property *

ITEM

M. 2022	Total Valuation of Real Property (F + H)	\$	1,976,751,939
N. 2023	Revaluation of Real Property (Growth F + H - New Property - B)	\$	48,117,350
O. 2023	Total Valuation of Real Property Exclusive of New Property (F + H - New Property)	\$	2,024,869,289
P. 2023	New Property	\$	22,576,013
Q. 2023	Total Valuation of Real Property (F + H)	\$	2,047,445,302
R. 2023	Total Valuation of Personal Property (G + I + J)	\$	174,700,491
S. 2023	Total Valuation of Property (Q + R = E)	\$	2,222,145,793
T. 2022	Total Valuation of Personal Property (G + I + J)	\$	160,150,767
U. 2022	Total Valuation of Property (M + T = A)	\$	2,136,902,706

* Does not include Motor Vehicle Assessment KRS 132.487(3).

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Please note, exonerations are not included in this sample. If your district chooses to adopt the exoneration amount, please make the appropriate adjustment to the amounts below.

KENTUCKY DEPARTMENT OF EDUCATION

NOTICE OF HEARING

District: 134 Covington Independent - School Year: 2023 - 2024

Date Generated: July 27, 2023 12:12:49 PM

Listed below is a courtesy copy of an advertisement to meet the requirements of KRS 160.470 (7)(b) which states in part "The district board of education shall advertise the hearing by causing the following to be published at least twice for two (2) consecutive weeks, in the newspaper of largest circulation in the county, a display type advertisement of not less than twelve (12) column inches:..."

The Covington Independent Board of Education will hold a public hearing in the LOCATION on DATE, at TIME to hear public comments regarding a proposed general fund tax levy of 90.8 cents on real property and 96.5 cents on personal property.

The General Fund tax levied in fiscal year 2023 was 89.5 cents on real property and 100.2 cents on personal property and produced revenue of \$19,166,076.96. The proposed General Fund tax rate of 90.8 cents on real property and 96.5 cents on personal property is expected to produce \$20,276,663.08. Of this amount \$1,890,849.94 is from new and personal property. The compensating tax for 2024 is 87.4 cents on real property and 92.9 cents on personal property and is expected to produce \$19,517,639.50.

The general areas to which revenue of \$XX above 2023 revenue is to be allocated are as follows: Cost of collections, \$XX; building fund, \$XX; instruction, \$XX; transportation, \$XX; and maintenance of plant, \$XX.

The General Assembly has required publication of this advertisement and information contained herein.

Listed below is a courtesy copy of an advertisement to meet the requirements of KRS 160.470(8)(b) which states in part "The district board of education shall, within seven (7) days following adoption of an ordinance, order, resolution, or motion to levy a general tax rate, except as provided in subsections (9) and (10) of this section and KRS 157.440, which will produce revenue from real property, exclusive of revenue from new property as defined in KRS 132.010, more than four percent (4%) over the amount of revenue produced by the compensating tax rate defined in KRS 132.010, cause the following to be published, in the newspaper of largest circulation in the county, a display type of advertisement of not less than twelve (12) column inches:..."

The Covington Independent Board of Education has adopted a General Fund rate of XX cents. Of this rate, XX cents is subject to recall.

Mr. John Doe, Sample County Court Clerk, 421 Courthouse Square, Sampleville, Kentucky 55555, Telephone (123)456-7890, can provide necessary information about the petition required to initiate recall of the tax rate.

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4th Floor
300 Sower Blvd
Frankfort, KY 40601



Tax Report(s) Attached For Covington Independent

Krystal Smith <krystal.smith@education.ky.gov>

Thu 7/27/2023 12:12 PM

To: Garrison, Alvin - Superintendent, Covington Schools <alvin.garrison@covington.kyschools.us>

Cc: Burtschy, Annette - Finance Director <annette.burtschy@covington.kyschools.us>; Cox, Jana - Division of District Support <jana.cox@education.ky.gov>

 6 attachments (1 MB)

Notice Of Hearing Report - Covington Independent.pdf; Report 1 - Covington Independent.pdf; Report 2 - Covington Independent.pdf; Report 3 - Covington Independent.pdf; Report 4 - Covington Independent.pdf; Tax Rate Guidance.doc;

The Department of Revenue has certified your assessment as of July 27, 2023 . KRS 132.0225 allows 45 days for districts that are not adopting above the 4% rate to establish a final tax rate. Any district that fails to meet this deadline shall be required to use the compensating tax rate for that year's property tax bills.

The enclosed 2023-2024 local ad valorem tax rates and revenue statements are certified to the district board of education by the Commissioner of Education in accordance with KRS 134.590(7), 157.440, and 160.470. If your board wishes to advertise and you would like a sample advertisement, please request a Notice of Hearing from Sarah Tandy.

You will no longer be required to send signed paper copies to KDE for processing. You need to submit your rates electronically via the SEEK District Data Submission portal (<https://opsupport.education.ky.gov/webforms/>). Once you have logged into the web form, please use the steps below to complete this process:

1. Complete all applicable information on the web based tax rate levied form.
2. At the bottom of the form, save the information, then click on 'reports' to print a copy for your records.
3. Click on 'submit' to send the information to KDE for processing.

Please find a list of Frequently Asked Tax Questions at the following location:

<https://education.ky.gov/layouts/download.aspx?>

[SourceUrl=https://education.ky.gov/districts/SEEK/Documents/Frequently%20Asked%20Tax%20Questions%2007.21.2023.docx](https://education.ky.gov/districts/SEEK/Documents/Frequently%20Asked%20Tax%20Questions%2007.21.2023.docx)

KRS 157.440 and 157.620 require a minimum five-cent equivalent tax be restricted to categorical priorities listed in the approved facilities plan for participation in Facilities Support Program of Kentucky and School Facilities Construction Commission. Your district's Tax Rates Levied form must reflect the required levy. Please note that if you designated an amount above the minimum levy required to produce the five cent equivalent are restricted by KRS 160.476 to building fund purposes.

If you have any questions, please contact Krystal Smith at krystal.smith@education.ky.gov or by telephone @ 502-564-3846 (ext 4425) or Sarah Tandy at sarah.tandy@education.ky.gov (ext. 4454).

Thank you,



Jason E. Glass, Ed.D.
Commissioner of Education and Chief Learner

KENTUCKY DEPARTMENT OF EDUCATION
300 Sower Boulevard • Frankfort, Kentucky 40601
Phone: (502) 564-3141 • www.education.ky.gov

MEMORANDUM

TO: Superintendents and Finance Officers

FROM: Krystal Smith, Branch Manager, District Funding and Reporting Branch

DATE: June 15, 2022

RE: Tax Rate Guidance

KRS 160.470 provides the process by which a local board of education annually adopts property tax rates. As a result of a question about the process from a district, KDE recently conducted a review of the statutory requirements. The review determined that the statute permits a local board of education to adopt a tax rate up to and including the 4% tax rate without advertising or holding a public hearing. In the past, KDE provided guidance that a board was required to advertise and hold a hearing if they exceeded the compensating rate. Exonerations may be included in the property tax adoption but will not trigger any additional advertising or hearing requirements. KRS 132.0225 provides that, unless the local board is adopting a tax rate, excluding exonerations, above 4%, they must adopt a property tax rate within 45 calendar days of the Department of Revenue's property certification for the school district. If this requirement is not met, the compensating tax rate will be applied to that year's tax bills.

Tax Rate	Advertising	Hearing	Additional Advertising
Below Compensating	No	No	No
Compensating	No	No	No
Above Compensating/Below 4%	No	No	No
Subsection(1)	if above 4%, yes	if above 4%, yes	if above 4%, yes
4%	No	No	No
Above 4%	Yes	Yes	Yes
HB 940	No	No	No

As with any good faith guidance provided by the Kentucky Department of Education, we strongly recommend that you engage your local board attorney on this matter.