



FLOYD COUNTY BOARD OF EDUCATION
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Jeff Stumbo, Chair - District 3
Linda Gearheart, Vice-Chair - District 1
Dr. Chandra Varia, Member - District 2
Rhonda Meade, Member - District 4
Sherry Robinson - District 5

ACTION/DISCUSSION ITEM: Consider/approve adoption of the compensating tax rate for Real Property (59.7 cents per \$100 of assessed value) and the compensating rate for Personal Property (59.7 cents per hundred of assessed value) for the 2016-2017 Tax Year.

APPLICABLE STATUTE, REGULATION, BOE POLICY: KRS 160.470; KRS 157.440; KRS 157.620; KRS 132.0225; 702 KAR 3:275

BACKGROUND AND MAJOR POLICY IMPLICATIONS: Annually the Board must adopt property tax rates. Collections rates have varied over the years with the normal collection rate generally averages between 93% - 97%. A review of the assessments for the 2017 tax year shows that the total taxable assessment has decreased slightly, therefore the compensating rates available have changed by a minimal amount going from 59.6 last tax year to 59.7 this year. It is imperative to levy at least the compensating rate. The rates levied for the 2011 year were less than compensating rates, resulting in a recurring annual loss in revenue of a minimum of \$523,445.

It is recommended that the district, at a minimum levy the compensating rate for FY 2016-2017 which are 59.7 for both real and personal property.

Note"

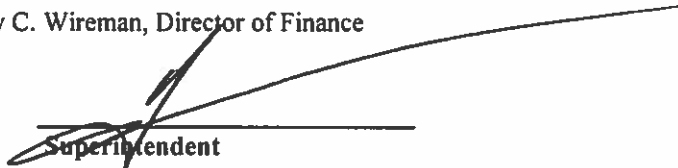
KRS 132.0225 states that a tax rate must be set within 30 days of the Revenue Cabinet's certification of assessment or use the compensating rate in that year's tax bills. All applicable KAR's and KRS's plus calculation sheets are included for your review.

FISCAL IMPACT: Rate as listed provides needed revenue to the general fund and to the FSPK Building fund.

RECOMMENDED ACTION: Approve tax rate of 59.7 cents per \$100 for both Real Property and Personal Property.

CONTACT PERSON: Matthew C. Wireman, Director of Finance


Director


Superintendent

DATE: 08/5/16

KENTUCKY DEPARTMENT OF EDUCATION
Real Estate And Personal Property Tax Calculation
Report 1

District: 175 Floyd County - School Year: 2016 - 2017

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The property tax rates shown below are calculated under the provisions of KRS 160.470 (House Bill 44). The hearing and recall requirements footnoted apply unless the rates are less than those allowed under KRS 157.440 (House Bill 940) shown on Report 2.

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

Item A		<u>Compensating Tax Rate*</u>	<u>Subsection (1) **</u>	<u>4% Increase ***</u>
General Fund	Rate	59.7	76.0	62.0
Real Estate				
KRS 160.470	Revenue	\$ 8,343,010	\$ 10,620,918	\$ 8,664,433
General Fund	Rate	59.7	76.0	62.0
Personal Property				
KRS 160.473	Revenue	\$ 2,788,076	\$ 3,549,310	\$ 2,895,490

Item D

Maximum Tax Rate for Motor Vehicles: 55.4

* No hearing required - no recall. KRS 160.470(2)

** Hearing required if this rate exceeds the compensating rate; subject to recall if exceeds 4 percent. KRS 160.470(1).

*** Hearing, - no recall. KRS 160.470(7)

5.6 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: 0.3 cents may be added to the above property rates to recover prior year losses due to exonerations. KRS 134.590

KENTUCKY DEPARTMENT OF EDUCATION
Real Estate And Personal Property Tax Calculation
Report 3

District: 175 Floyd County - School Year: 2016 - 2017

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ITEM

A. January 1, 2015 Assessment of Adjusted Property at Full Rates	1,867,375,441		
B. January 1, 2016 Homestead Exemptions	737,250		
C. January 1, 2015 Adjusted Tax Base (A-B)	1,866,638,191		
D. January 1, 2016 Net Assessment Growth	-2,134,549		
E. January 1, 2016 Total Valuation of Adjusted Property at Full Rate	1,864,503,642		

	<u>Property Subject to Taxation as of January 1, 2015</u>	<u>Net Assessment Growth</u>	<u>Property Subject to Taxation as of January 1, 2016</u>
F. Real Estate	1,272,051,689	17,801,562	1,289,116,001
G. Tangible Personalty	196,982,484	-41,692,063	155,290,421
H. P.S. Co. - Real Estate	95,362,074	13,011,120	108,373,194
I. P.S. Co. - Tangible Personalty	302,979,193	8,744,833	311,724,026
J. Distilled Spirits	0	0	0
K. Electric Plant Board	0	0	0
L. Motor Vehicles - Includes Public Service Motor Vehicles	275,435,527		284,493,226

Net New Property:	PVA Real Estate	7,997,300	Exonerations:	Real Estate	6,318,450
	P.S. Co. Real Estate	13,011,120		Tangible	1,106,030
Unmined Coal:		141,836,355			
Aircraft (Recreational and Non-Commercial):		2,500,000			
Watercraft (Non-Commercial):		0			



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

District: 175 Floyd County - School Year: 2016 - 2017

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Total Valuation Real and Personal Property *

ITEM

M. 2015	Total Valuation of Real Property (F + H)	\$	1,367,413,763
N. 2016	Revaluation of Real Property (Growth F + H - New Property - B)	\$	9,067,012
O. 2016	Total Valuation of Real Property Exclusive of New Property (F + H - New Property)	\$	1,376,480,775
P. 2016	New Property	\$	21,008,420
Q. 2016	Total Valuation of Real Property (F + H)	\$	1,397,489,195
R. 2016	Total Valuation of Personal Property (G + I + J)	\$	467,014,447
S. 2016	Total Valuation of Property (Q + R = E)	\$	1,864,503,642
T. 2015	Total Valuation of Personal Property (G + I + J)	\$	499,961,677
U. 2015	Total Valuation of Property (M + T = A)	\$	1,867,375,441

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