

Proposed Tax Rate

Attached for review are the Property Tax Rate Forms for the 2019 Year.

The tax rate options for 2019 with comparisons to the 2018 rates are as follows:

	COMPENSATING RATE		SUBSECTION (1) RATE		4% INCREASE RATE	
	2017-2018	2018-2019	2017-2018	2018-2019	2017-2018	2018-2019
REAL ESTATE	87.3	88.0	90.7	90.7	90.7	91.5
PERSONAL PROPERTY	87.23	88.0	90.7	90.7	90.7	91.5
MOTOR VEHICLE	74.6	74.6	74.6	74.6	74.6	74.6

The Compensating rate is the rate that would produce the same revenue as last year's rate. The Subsection (1) rate is the maximum rate that can be levied by the Board. The 4% rate is the maximum percentage increase that can be levied, but would be not be subject to voter recall, because it is not higher than the Subsection (1) rate. Every four years the Property Valuation Administrator reassesses the property in our District. This year, the total real estate assessment of \$221,598,805 has been certified by the PVA. The 4 % rate will generate \$2,027,629 in revenue. The additional exoneration rate of 0.1 cents will generate \$2,028 in revenue.

The rates include the required nickel to qualify for participation in the Facilities Support Program for Kentucky (FSPK) and School Facilities Construction Commission (SFCC) funding. This year 6.2 cents of the rates are required to be transferred to the Building Fund to qualify for FSPK and SFCC funding.

Recommendation: It is recommended that the board approve the 4% increased tax rates of 91.5 cents for real estate and 91.5 cents for personal property per \$100 valuation and 0.1 cents for exoneration and the 74.6 cent motor vehicle rate for 2018-2019.