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: 541 Spencer County - School Year: 2022 - 2023 **Date Generated: August 5, 2022 2:20:04 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 Spencer County 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 60 cents on real property and 62 cents on personal property.

The General Fund tax levied in fiscal year 2022 was 61.9 cents on real property and 62 cents on personal property and produced revenue of $9,383,827.90. The proposed General Fund tax rate of 60 cents on real property and 62 cents on personal property is expected to produce $10,265,483.88. Of this amount $607,276.36 is from new and personal property. The compensating tax for 2023 is 57.7 cents on real property and 62 cents on personal property and is expected to produce $9,882,487.90.

The general areas to which revenue of $XX above 2022 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 Spencer County 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.

KENTUCKY DEPARTMENT OF EDUCATION

Real Estate And Personal Property Tax Calculation

Report 1

District: 541 Spencer County - School Year: 2022 - 2023

Date Generated: August 5, 2022 2:19:57 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	57.7	66.1	60.0
	Revenue	$ 9,608,203	$ 11,006,971	$ 9,991,199
General Fund Personal Property KRS 160.473	Rate	62.0	66.1	62.0
	Revenue	$ 274,285	$ 292,423	$ 274,285

Item D

Maximum Tax Rate for Motor Vehicles: 56.0

5.8 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: 0.1 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 2

District: 541 Spencer County - School Year: 2022 - 2023 **Date Generated: August 5, 2022 2:19:58 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 54.0 Cent Equivalent Revenue *

General Fund Real Estate	Rate		49.2
	Revenue	$	8,192,783
General Fund Personal Property	Rate		49.2
	Revenue	$	217,658

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: 56.0

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

5.8 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: 0.1 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: 541 Spencer County - School Year: 2022 - 2023

Date Generated: August 5, 2022 2:20:00 PM

ITEM

A. January 1, 2021 Assessment of Adjusted Property at Full Rates	1,541,810,786
B. January 1, 2022 Homestead Exemptions	3,873,500
C. January 1, 2021 Adjusted Tax Base (A-B)	1,537,937,286
D. January 1, 2022 Net Assessment Growth	171,502,045
E. January 1, 2022 Total Valuation of Adjusted Property at Full Rate	1,709,439,331

	Property Subject to Taxation as of January 1, 2021	Net Assessment Growth	Property Subject to Taxation as of January 1, 2022
F. Real Estate	1,493,991,760	171,378,640	1,661,496,900
G. Tangible Personal	13,908,140	319,289	14,227,429
H. P.S. Co. - Real Estate	4,135,555	-432,586	3,702,969
I. P.S. Co. - Tangible Personal	29,775,331	236,702	30,012,033
J. Distilled Spirits	0	0	0
K. Electric Plant Board	0	0	0
L. Motor Vehicles - Includes Public Service Motor Vehicles	193,160,998		223,976,322

Net New Property:	PVA Real Estate	55,931,202	Exonerations:	Real Estate	2,612,105
	P.S. Co. Real Estate	-432,586		Tangible	-997,879
Unmined Coal:		0			
Aircraft (Recreational and Non-Commercial):		263,500			
Watercraft (Non-Commercial):		361,900			

KENTUCKY DEPARTMENT OF EDUCATION

Real Estate And Personal Property Tax Calculation

Report 4 - Total Valuation of Property

District: 541 Spencer County - School Year: 2022 - 2023 **Date Generated: August 5, 2022 2:20:02 PM**

Total Valuation Real and Personal Property *

ITEM

M. 2021	Total Valuation of Real Property (F + H)	$ 1,498,127,315
N. 2022	Revaluation of Real Property (Growth F + H - New Property - B)	$ 111,573,938
O. 2022	Total Valuation of Real Property Exclusive of New Property (F + H - New Property)	$ 1,609,701,253
P. 2022	New Property	$ 55,498,616
Q. 2022	Total Valuation of Real Property (F + H)	$ 1,665,199,869
R. 2022	Total Valuation of Personal Property (G + I + J)	$ 44,239,462
S. 2022	Total Valuation of Property (Q + R = E)	$ 1,709,439,331
T. 2021	Total Valuation of Personal Property (G + I + J)	$ 43,683,471
U. 2021	Total Valuation of Property (M + T = A)	$ 1,541,810,786

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

Andy Beshear
Governor

Jamie Link
Secretary, Education and
Workforce Development Cabinet

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.