

2019 Bond Issue Proposal

\$10 Million for 10 year term

2019 Bond Proposal Facts

Current Tax Rates

- Your current Tax Rate is not anticipated to go up.
- Llano ISD Current Tax Rate is lower than it has been since 1993. (First Year of Robin Hood)
- Llano ISD Tax rate is in the bottom 18% of total ISD School tax rates in Texas.

Current Budget Facts

- Llano ISD is scheduled to send back \$23,506,676.00 of its revenue (57%) to the State of Texas for 2018-2019.
- \$.59 cents of every \$1.04 collected for the M&O side goes back to the state.
- Revenue generated through the bond on the I&S side will not go back to the state. 100% will stay with Llano ISD.

M&O vs. I&S Tax Rates

Maintenance & Operations

- \$1.04 tax rate capped (without TRE)
- Examples of M&O expenses:
 - Salary Expenses
 - Utilities
 - Fuel
 - Professional Development
 - Academic & Extracurricular supplies & travel costs
- Taxes Collected Subject to Recapture (Robin Hood)

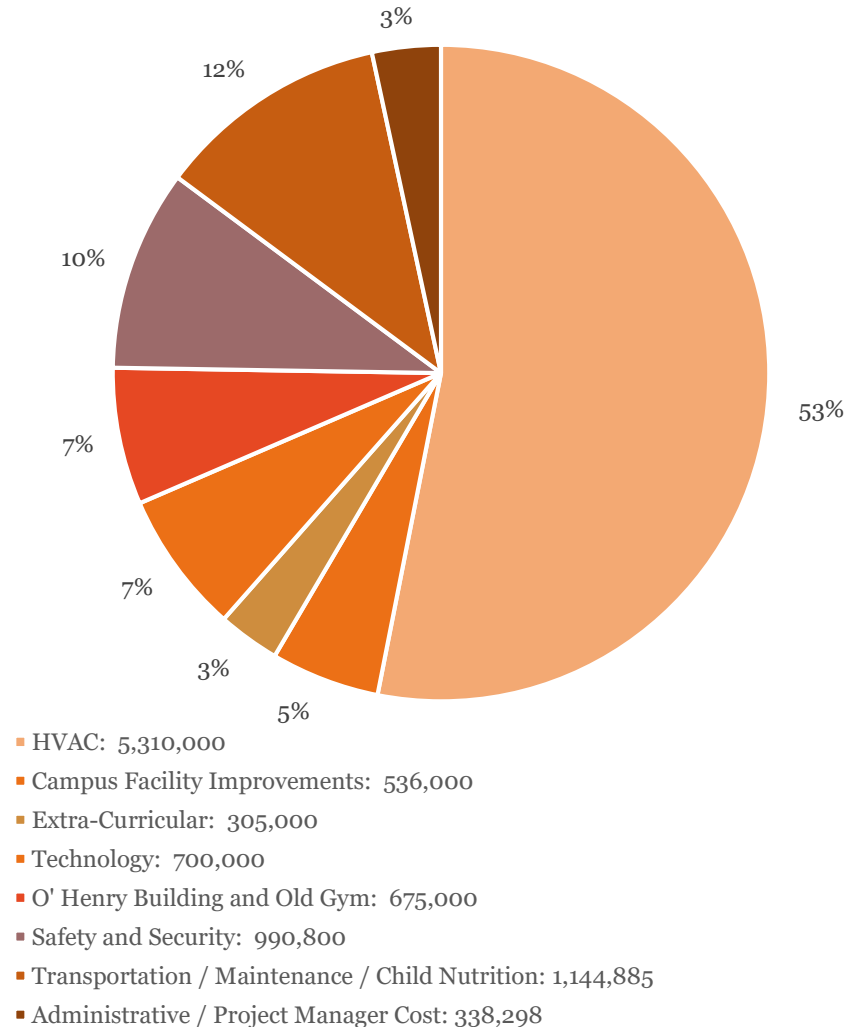
Interest & Sinking/Debt Service

- Tax rate based on current year bond payments
- New bond issuances require voter approval
- Restrictions include:
 - Capital Outlay items
 - Normally, item costs more than \$5,000
 - Useful life greater than 1 year
- Taxes Collected *not* subject to Recapture (Robin Hood)

Structure of 2019 Bond Issuance

- \$10,000,000
- 10 year term (Texas law permits up to 40 years)
- Estimated Interest Rate of 3.5%

Anticipated Project Distribution



General Operating vs. Bond Funds

General Operating Funds

1 – Student Laptop \$250.00



Costs approx. \$581.40
in M&O Tax Collections*
*due to recapture amount (57%)

Using Bond Funds

1 – Student Laptop \$250.00



Costs approx. \$296.00
in I&S Tax Collections*
*at 3.5% interest over 10 year term

General Operating vs. Bond Funds

General Operating Funds

1 – Commercial 5 ton AC
Unit \$10,000.00



Costs approx. \$23,255.81
in M&O Tax Collections*

*due to recapture amount (57%)

Using Bond Funds

1 – Commercial 5 ton AC Unit
\$10,000.00



Costs approx. \$11,866.00
in I&S Tax Collections*

*at 3.5% interest over 10 year term

General Operating vs. Bond Funds

General Operating Funds

1 - \$115,000 Bus



Costs approx. \$271,000
in M&O Tax Collections

*due to recapture amount (57%)

Using Bond Funds

2 - \$115,000 Buses



Costs approx. \$276,000
in I&S Tax Collections*

*at 3.5% interest over 10 year term

Historical Tax Rates

<u>Tax Year</u>	<u>LISD Fiscal Year</u>	<u>Maintenance & Operations</u>	<u>Interest & Sinking</u>	<u>Total Tax Rate</u>
1990	1990-1991	0.6600	0.0400	0.7000
1991	1991-1992	0.1200	0.0400	0.1600
1992	1992-1993	0.1200	0.0400	0.1600
1993	1993-1994	1.1870	0.0430	1.2300
1994	1994-1995	1.2000	-	1.2000
1995	1995-1996	1.3171	0.0329	1.3500
1996	1996-1997	1.3450	0.0350	1.3800
1997	1997-1998	1.4500	-	1.4500
1998	1998-1999	1.4700	0.1000	1.5700
1999	1999-2000	1.4700	0.1872	1.6572
2000	2000-2001	1.4700	0.1700	1.6400
2001	2001-2002	1.4700	0.1400	1.6100
2002	2002-2003	1.5000	0.1200	1.6200
2003	2003-2004	1.5000	0.1040	1.6040
2004	2004-2005	1.5000	0.1020	1.6020
2005	2005-2006	1.4220	0.1070	1.5290
2006	2006-2007	1.3000	0.1077	1.4077
2007	2007-2008	1.0400	0.1500	1.1900
2008	2008-2009	1.0400	0.1750	1.2150
2009	2009-2010	1.0400	0.1750	1.2150
2010	2010-2011	1.0400	0.1750	1.2150
2011	2011-2012	1.0400	0.1400	1.1800
2012	2012-2013	1.0400	0.1280	1.1680
2013	2013-2014	1.0400	0.1280	1.1680
2014	2014-2015	1.0400	0.1280	1.1680
2015	2015-2016	1.0400	0.1280	1.1680
2016	2016-2017	1.0400	0.1280	1.1680
2017	2017-2018	1.0400	0.1280	1.1680
2018	2018-2019	1.0400	0.1180	1.1580

Surrounding Districts' Tax Rates

School District	Current Tax Rate
Liberty Hill	\$1.54
Lampasas	\$1.43
San Saba	\$1.32
Marble Falls	\$1.2686
Burnet	\$1.26
Mason	\$1.2575
Llano	\$1.158
Fredericksburg	\$1.1462

Priorities to be Addressed District Wide

- HVAC replacement of 15 year old units or older (57% of the District's current units)
 - 253 total units through out the district, this bond would replace 142 units. Majority of those units would be at LHS and PES.
- Network control for HVAC District-wide
- Improving structural integrity of O'Henry Building
- Implementing security offices and equipment / maintaining structural integrity / asbestos abatement in the old gymnasium
- Upgrades to safety & security
 - Front entry, campus offices and classrooms with safety glass
 - Enclosure of walkway from LHS to LHS Ag shops.
 - Enclosure of walkway from LJHS to LJHS band hall
 - New windows and seals to replace broken ones throughout the district
 - Security camera upgrades
- Maintenance and custodial equipment
- JH & HS band equipment
- New band equipment trailer
- New buses

Priorities to be Addressed at Campuses

- Elementary playground safety improvements
- Additional outside canopies at LES
- Maintenance and upgrades to campus student bathroom facilities
- Resurfacing and repainting of parking lots and entrances for LHS and LJHS
- Renovation of LHS science labs
- Renovation of LHS culinary arts / CTE classroom
- Updates to LHS auditorium
- LJH weight room interior & exterior improvements
- Remodel of cafeteria for Packsaddle Elementary School
- Remodel of cafeteria for Llano Junior High School
- New walk-in freezer for PES cafeteria
- New walk-in freezer for LJHS cafeteria
- New walk-in freezer for LHS cafeteria

District's Future Options if Bond is Passed

1. Future “Maintenance” type Bond in approx. 5 years
2. Call Current Debt Early – 2014 bond issuance is callable beginning in 2023 (Past Boards/Admin. have already saved \$3.3 million in interest from prior early calls and refinancing debt since 2008)
3. Reduce I&S Tax Rate
4. Combination of the above options

SUMMARY

1. These are items the administrative team and community based bond committee have identified as priorities.
2. If the Bond is not passed, the District will complete the projects that are being presented. Doing so will ultimately affect the M&O side of the budget.
3. Significant savings on capital expenditures are realized when purchased using bond funds (approx. 57%) as taxes received for bonds are not subject to state recapture.
4. Passage of this Bond will leave future boards and administrative teams an increased amount of General Fund dollars to fund educational priorities.
5. Projections demonstrate that passage of this bond can be done while maintaining currently authorized tax rates.

LLANO ISD

Total Student Enrollment 2017-18:

1,788

Schools: 4

FINANCE SUMMARY 2016-17

HOW MUCH DOES MY DISTRICT RECEIVE AND SPEND PER STUDENT?

TOTAL REVENUE & EXPENDITURES

REVENUE - ALL FUNDS	\$25,185,190
EXPENDITURES - ALL FUNDS	\$29,633,754

REVENUE & EXPENDITURES PER STUDENT

DISTRICT

REVENUE - ALL FUNDS	\$13,577
EXPENDITURES - ALL FUNDS	\$15,975

REGION AVERAGE

REVENUE - ALL FUNDS	\$11,681
EXPENDITURES - ALL FUNDS	\$13,653

STATE AVERAGE

REVENUE - ALL FUNDS	\$11,247
EXPENDITURES - ALL FUNDS	\$12,787

 [Dig Into The Data](#)

FINANCIAL INTEGRITY RATING SYSTEM OF TEXAS (FIRST)



 [Dig Into The Data](#)

HOW MUCH DEBT PER STUDENT DOES MY DISTRICT HAVE?

DEBT PER STUDENT

\$22,695

IS THIS A FAST GROWTH DISTRICT?

NO

Data found at txschools.gov