



APRIL 25, 2023

AGENDA

- Welcome & Introductions
- Mission + Vision & Committee Charge
- Norms and Spring Recap
- Consensus Process Review
- District Bond History and Facilities Overview
- Public School Budgets 101 & District Financial Update
- Logistics
 - Q&A cards



WELCOME & INTRODUCTIONS

- Facilitators
- Goose Creek CISD Team
- New Committee Members



COMMITTEE'S CHARGE

The purpose of the 2023 Citizens Bond Advisory Committee is to make a recommendation to the Board of Trustees to call a referendum for a bond, based on the projects and information presented to the committee.

This committee is to consider the needs of all students of Goose Creek CISD while ensuring the district's mission and vision are reflected in the proposed bond.



MISSION

Developing the Whole Child

The District develops and enhances each learner's intellectual, social, and emotional well-being facilitated by a highly qualified team committed to Growth, Community, Collaboration, Innovation, Success, and Determination.

VISION

We **empower every student** with knowledge and skills they need to succeed in a global community.

STRATEGIC PLAN

Goal 1: Increase Academic Achievement

Goal 2: Strengthen Community Partnerships

Goal 3: Deliver Operational Excellence

Goal 4: Develop Organizational Excellence

Goal 5: Provide Excellence in Financial Management

CORE VALUES

Goose Creek CISD is committed to:

- Preparing all students for college and career readiness with the ability to build collaborative relationships, lead dynamically, communicate skillfully, and think critically.
- Provide a safe and secure environment for all students and staff, including physical, social, and emotional development and support.
- Building partnerships with families and the community to support our schools in a meaningful way.
- Creating a culture of mutual respect, dignity, and transparency to build trust with each other and those we serve.
- Providing every student with equitable access to high-quality instruction, supports, facilities, and other educational resources, even when this means differentiating resource allocation.

CBAC MEETING NORMS

Creating group norms activity:

1. Popcorn out group norm ideas for each of the following categories:
 - Respect
 - Communication
 - Decision-making
 - Confidentiality
2. Step Two
 - Each person place two dots on the norm they agree with the most
3. Step Three
 - The top two norms from each category will become the CBAC group norms



SPRING MEETINGS RECAP

BOND PROJECT PRESENTATIONS

- Elementary #18, ELA
- GCM Wing Addition
- Sterling HS Phase 1
- College and Career Center
- Special Olympics Facility
- Old San Jacinto Renovation
- Stallworth Stadium Renovation
- Lee HS Site Renovations
- Safety & Security
- Facility Condition Assessment
- Technology
- Transportation
- Athletics

Total: \$258,609,774

REVISED BOND PACKAGES

Voted on options to include Stallworth Stadium Replacement and Sterling High School Complete Replacement

- Option 1: Original Package (15% Vote)
- Option 2: New Stadium (12% Vote)
- Option 3: Sterling HS Replacement & Stallworth Renovation (38% Vote)
- Option 4: New Stadium and Sterling Replacement (35% Vote)

RECOMMENDATION

- Funding all phases of Sterling High School Replacement is a priority
- The committee is split on the Stallworth Stadium Renovations vs. a New Stadium
- Consensus of the committee can be achieved if the committee has more time and information
- The committee understands the necessity of each project, however, there are concerns about the ability for a bond to pass due to the proposed budget
- Further review of individual projects could be considered

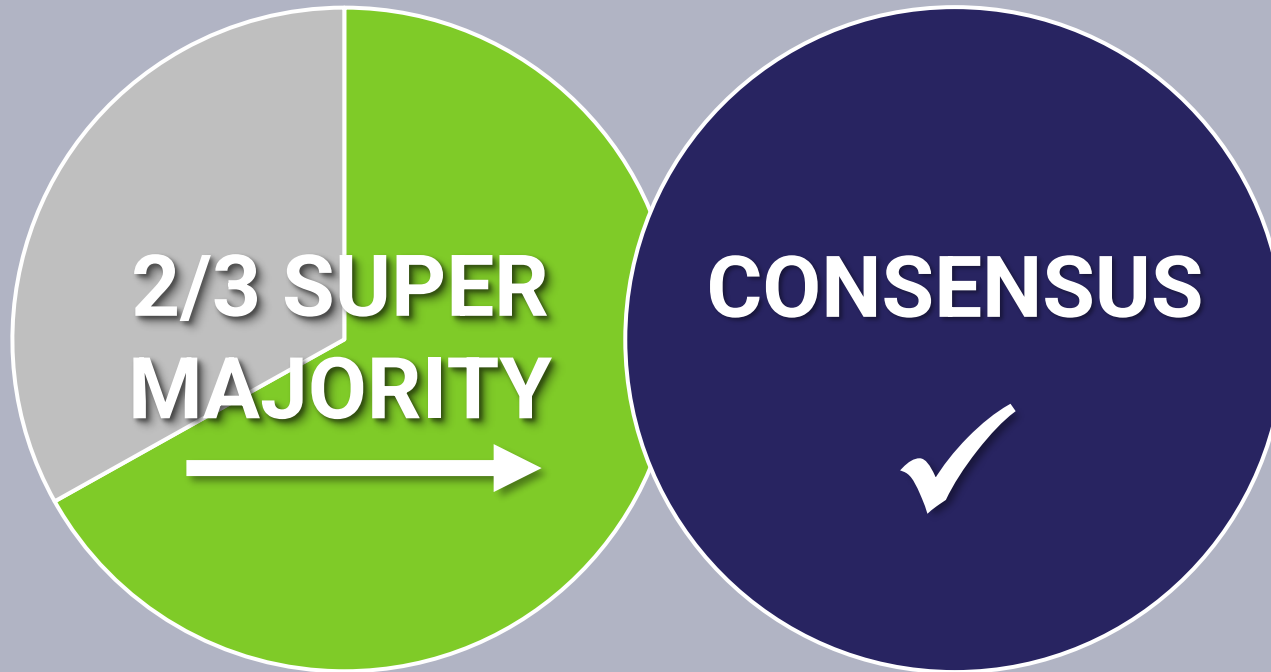


CONSENSUS PROCESS













Goal	Deliberation	Voting	Recommendation
<ul style="list-style-type: none">• Charge – make a recommendation to BOT• Understanding & acceptance of process	<ul style="list-style-type: none">• Presentation of projects• Site tours• Questions & Answers• Committee discussions	<ul style="list-style-type: none">• Unanimity is not required• 2/3 Super Majority• Consensus	<ul style="list-style-type: none">• Support of the whole group• Final recommendation made to BOT



CONSENSUS PROCESS

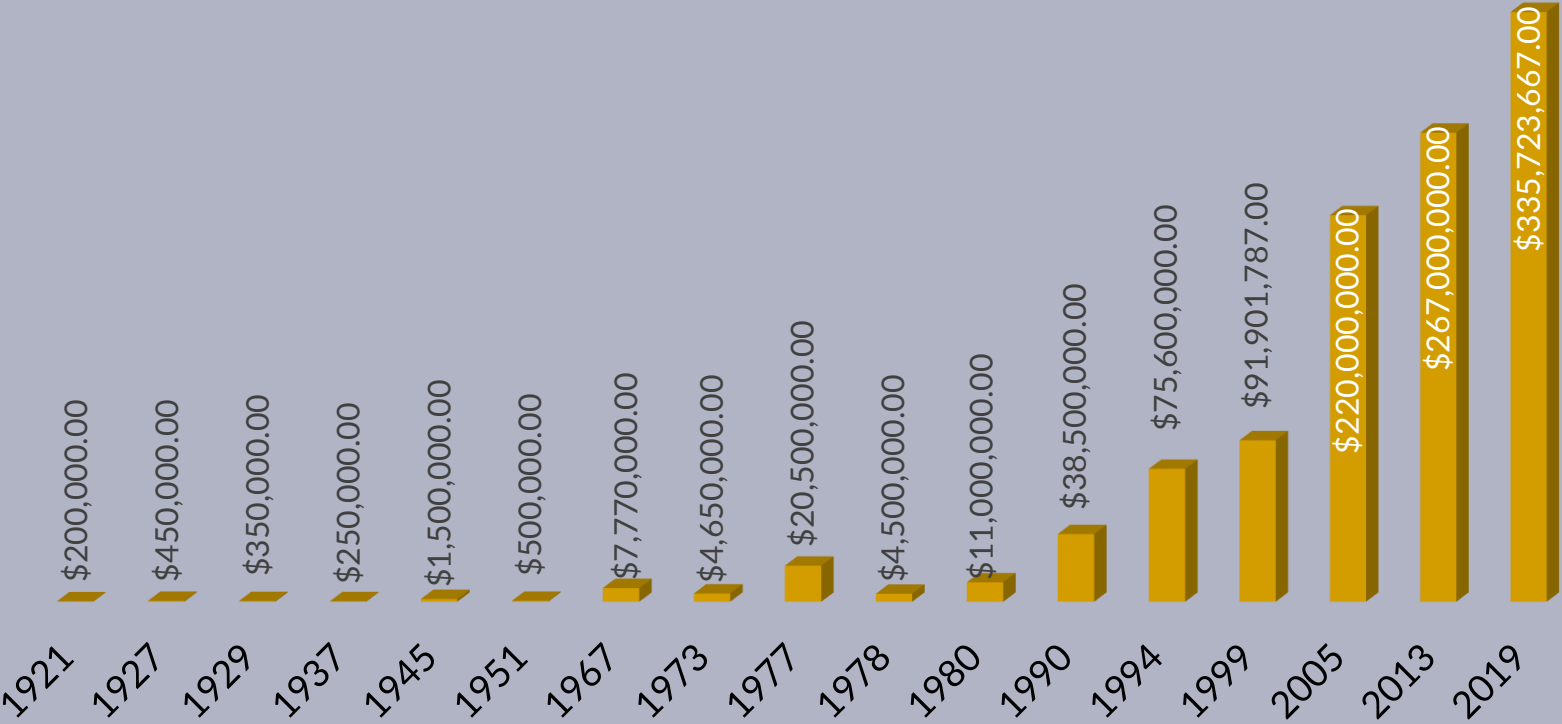


CONSENSUS PROCESS

Voting					Bond Package	November Election
 Project A	 Project B	 Project C	 Project D	 Project E	 <ul style="list-style-type: none"> • Project A • Project D • Project E • Project G • Project H • Project J 	 November 7, 2023
 Project F	 Project G	 Project H	 Project I	 Project J		



GCCISD BOND HISTORY



2023 CITIZENS BOND ADVISORY COMMITTEE

GCCISD BOND HISTORY

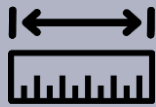
Year	Amount	Highlights	Students
1999	\$92 Million	Computers, Technology Infrastructure, Cedar Bayou JS Replacement, Carver ES and Travis ES Replacement, Major Renovations, MEP, Roofing	18,000
2005	\$220 Million	GCM HS, Elementary School #14, Highlands JS and Bowie ES Replacement, Technology Infrastructure, Buses, Maintenance	19,300
2013	\$267 Million	Alamo Replacement, Banuelos ES, Clark ES, Transportation Center, Technology Center, Technology Infrastructure/Instructional Improvements, Buses, Ag Center, Major Security Enhancements, Facility Condition Assessment, GCM Addition	21,700
2019	\$335 Million	San Jacinto ES Replacement, Pumphrey ES, EF Green JS, Technology Infrastructure/Instructional Improvements, Buses, Fine Arts, MEP, Field House, Education Service Center, SCTHS Addition, Running Tracks, Facility Condition Assessment, CTE Improvements, Lee HS Addition	23,900



GCCISD FACILITIES



134 SQUARE
MILES



> 5 MILLION
SQUARE FEET



24,000+
STUDENTS



18 ELEMENTARY
SCHOOLS



6 JUNIOR
SCHOOLS



7 HIGH
SCHOOLS



10 AUXILIARY
BUILDINGS



2023 CITIZENS BOND ADVISORY COMMITTEE

GCCISD FACILITIES



0-10 Years Old	11-20 Years Old	21-30 Years Old	31-40 Years Old	41+ Years Old
<ul style="list-style-type: none"> • 6 Elem. Schools • 1 Junior School • 2 High Schools • 6 Auxiliary Building 	<ul style="list-style-type: none"> • 4 Elem. Schools • 2 Junior School • 1 High Schools 	<ul style="list-style-type: none"> • 6 Elem. Schools • 1 Junior School • 1 High Schools 	<ul style="list-style-type: none"> • 1 Junior School • 1 High Schools • 1 Auxiliary Building 	<ul style="list-style-type: none"> • 2 Elem. Schools • 1 Junior School • 2 High Schools • 3 Auxiliary Building





BOND FINANCIAL OVERVIEW

Brigitte M. Clark, Goose Creek CISD Chief Financial Officer
David Tiffin, Financial Advisor, Huntington Securities, Inc.
Tom Sage, Bond Counsel, Hunton Andrews Kurth, LLP

WHERE ARE MY TAXES GOING?

https://www.youtube.com/watch?v=lsnMdz_QkbE



SCHOOL FINANCE 101

M&O
Maintenance & Operations



I&S
Interest & Sinking



Did you know?

School districts **do not** receive state funding for building schools, renovating them or replacing things like worn-out roofs, heating and air conditioning, plumbing and electrical systems.
Bonds approved by voters pay for the projects.



It would take about a \$900 increase to the Basic Allotment (in general fund) costing the state \$13 billion over two years to help schools fully recover from inflationary cost increases over the last few years.



HOW DO SCHOOL BONDS WORK?

School bonds work a lot like loans:

The district identifies needs. This can include new schools to accommodate growth, capital improvement, renovations and other needs that cannot be funded through the general fund.

The district gets input from the community and makes a recommendation to the board. The board then calls for an election.

The community votes.
The bond proposal goes towards the community for a vote.

If passed, the district sells the bonds to obtain money in the short term that will be paid back over a specific time, usually 20-30 years.

Funds from the bond pay for projects that become assets to the community.



2019 BOND SUCCESS

- Taxpayers were provided an estimated **37.689** cent I&S tax rate, but prudent financial stewardship by the district & market conditions resulted in only **32.500** cent I&S tax increase (**5.19** cents below estimated rate, or **14%**).
- District remarketings, advantageous interest rate environment, and variable rate programs instituted by the district resulted in savings of over **\$30 million** to taxpayers over the past few years. This assists in keeping tax rates low.



GCCISD HISTORICAL TAX RATES

Tax Year	School Yr	M & O	I & S	TOTAL
2018	2018-19	\$ 1.170000	\$ 0.261890	\$ 1.431890
2019	2019-20	\$ 1.068350	\$ 0.285930	\$ 1.354280
2020	2020-21	\$ 1.043600	\$ 0.297500	\$ 1.341100
2021	2021-22	\$ 1.043600	\$ 0.325000	\$ 1.368600
2022	2022-23	\$ 0.956700	\$ 0.325000	\$ 1.281700

TOTAL 5 YEAR DECREASE \$0.150190



SURROUNDING DISTRICTS TAX RATES

	M&O Tax Rate	I&S Tax Rate	Total Tax Rate
Clear Creek ISD	0.84460	0.27000	1.11460
Barbers Hill ISD	0.86460	0.28990	1.15450
Dayton ISD	0.85460	0.30000	1.15460
La Porte ISD	0.97460	0.28190	1.25650
Goose Creek CISD	0.95670	0.32500	1.28170
Deer Park ISD	1.01220	0.27000	1.28220
Channelview ISD	0.89250	0.41390	1.30640
Pasadena ISD	0.99530	0.34000	1.33530
Galena Park ISD	1.04270	0.31148	1.35418
Anahuac ISD	0.86500	0.50000	1.36500
Sheldon ISD	0.95500	0.46000	1.41500
Crosby ISD	0.94290	0.48000	1.42290



TAX LEVY IMPACT – YEAR 1

I. Election Amount	<u>\$258,600,000</u>			
Current I&S Tax Rate	0.32500			
2024-25 I&S Tax Rate after Election	<u>0.35500</u>			
2024-25 I&S Tax Rate Increase	<u>0.03000</u>			(+3-cents in 2024-25)
II. Impact of I&S Tax Rate Increase on Homeowners				
A. Without Over 65 Exemption:				
Market Value of Home	\$ 150,000	\$ 200,000	\$ 250,000	\$ 300,000
Less: Mandatory State Homestead Exemption	(40,000)	(40,000)	(40,000)	(40,000)
Less: Optional Percentage Homestead Exemption at 0%	-	-	-	-
Net Taxable Assessed Value of Home	<u>\$ 110,000</u>	<u>\$160,000</u>	<u>\$210,000</u>	<u>\$260,000</u>
Maximum Annual Increase	\$33.00	\$48.00	\$63.00	\$78.00
Maximum Monthly Increase	\$2.75	\$4.00	\$5.25	\$6.50



TAX LEVY IMPACT – YEAR 2

I. Election Amount	<u>\$258,600,000</u>			
Current I&S Tax Rate	0.32500			
2025-26 I&S Tax Rate after Election	<u>0.37500</u>			
2025-26 I&S Tax Rate Increase	<u>0.05000</u>			(+3-cents in 2024-25, +2-cents in 2025-26)
II. Impact of I&S Tax Rate Increase on Homeowners				
A. Without Over 65 Exemption:				
Market Value of Home	\$ 150,000	\$ 200,000	\$ 250,000	\$ 300,000
Less: Mandatory State Homestead Exemption	(40,000)	(40,000)	(40,000)	(40,000)
Less: Optional Percentage Homestead Exemption at 0%	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Taxable Assessed Value of Home	<u>\$ 110,000</u>	<u>\$160,000</u>	<u>\$210,000</u>	<u>\$260,000</u>
Maximum Annual Increase	\$55.00	\$80.00	\$105.00	\$130.00
Maximum Monthly Increase	\$4.58	\$6.67	\$8.75	\$10.83



TAX LEVY IMPACT – YEAR 3

I. Election Amount	<u>\$258,600,000</u>			
Current I&S Tax Rate	0.32500			
Peak I&S Tax Rate after Election	<u>0.39500</u>			
Peak I&S Tax Rate Increase	<u>0.07000</u>	(+3-cents in 2024-25, +2-cents in 2025-26, +2-cents in 2026-27)		
II. Impact of I&S Tax Rate Increase on Homeowners				
A. Without Over 65 Exemption:				
Market Value of Home	\$ 150,000	\$ 200,000	\$ 250,000	\$ 300,000
Less: Mandatory State Homestead Exemption	(40,000)	(40,000)	(40,000)	(40,000)
Less: Optional Percentage Homestead Exemption at 0%	-	-	-	-
Net Taxable Assessed Value of Home	<u>\$ 110,000</u>	<u>\$ 160,000</u>	<u>\$ 210,000</u>	<u>\$ 260,000</u>
Maximum Annual Increase	\$77.00	\$112.00	\$147.00	\$182.00
Maximum Monthly Increase	\$6.42	\$9.33	\$12.25	\$15.17



TAX LEVY IMPACT – OVER 65

II. Impact of I&S Tax Rate Increase on Homeowners

B. With Over 65 Exemption:

	\$ 150,000	\$200,000	\$250,000	\$300,000
Market Value of Home	\$ 150,000	\$200,000	\$250,000	\$300,000
Less: Mandatory State Homestead Exemption	(40,000)	(40,000)	(40,000)	(40,000)
Less: Optional Percentage Homestead Exemption at 0%	-	-	-	-
Less: Mandatory Over 65 Exemption	(10,000)	(10,000)	(10,000)	(10,000)
Net Taxable Assessed Value of Home	<u>\$ 100,000</u>	<u>\$150,000</u>	<u>\$200,000</u>	<u>\$250,000</u>
Maximum Annual Increase	\$0.00	\$0.00	\$0.00	\$0.00
Maximum Monthly Increase	\$0.00	\$0.00	\$0.00	\$0.00

Freeze Effect - NO INCREASE TO LEVY Unless Property is Improved and Then ONLY ON Value of Improvements



POTENCIAL IMPACT OF LEGISLATION

I. Election Amount	<u>\$258,600,000</u>			
Current I&S Tax Rate	0.32500			
Peak I&S Tax Rate after Election	<u>0.39500</u>			
Peak I&S Tax Rate Increase	<u>0.07000</u>	(+3-cents in 2024-25, +2-cents in 2025-26, +2-cents in 2026-27)		
II. Impact of I&S Tax Rate Increase on Homeowners				
A. Without Over 65 Exemption:				
Market Value of Home	\$ 150,000	\$ 200,000	\$ 250,000	\$ 300,000
Less: Mandatory State Homestead Exemption	(70,000)	(70,000)	(70,000)	(70,000)
Less: Optional Percentage Homestead Exemption at 0%	-	-	-	-
Net Taxable Assessed Value of Home	<u>\$ 80,000</u>	<u>\$ 130,000</u>	<u>\$ 180,000</u>	<u>\$ 230,000</u>
Maximum Annual Increase	\$56.00	\$91.00	\$126.00	\$161.00
Maximum Monthly Increase	\$4.67	\$7.58	\$10.50	\$13.42



POTENTIAL IMPACT OF LEGISLATION

- SB 2205 (Parker) – Modifies Section 45.003, Election Code, for school district bond elections to only require “THIS IS A PROPERTY TAX RATE INCREASE” statement on ballot proposition if school district determines that bond issuance would require increase
- SB 561 (Sparks) - Would require a separate series of bonds for personal property under misconception that school districts and other issuers are paying for iPads and computers with 30-year bonds.
- SB 946 (Sparks) – Bill imposes a November only date for bond elections.



USE OF BOND FUNDS

- Bond funds must be used for capital projects (buildings, land, busses, equipment).
 - Must be permitted by the voted proposition
 - Cannot be used for day-to-day expenses like salaries
- Separate propositions for stadium, natatorium, recreational facility, performing arts facility, teacher housing and technology



CONCLUSION

Meeting Dates:

May 9th: Facility Tours (Stallworth, Sterling High School, San Jacinto Elementary)

May 16th: Project Presentations

June 6th: Project Presentations

June 20th: Stadium Review and Bond Capacity Analysis

July 11th: Voting with Consensus and Bond Referendum

August 7th: Board Presentation

