

HALLSVILLE IS GROWING!

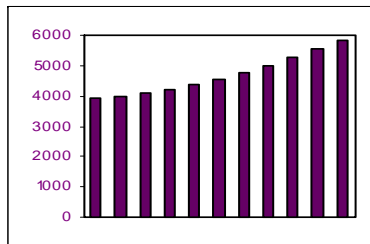
The following table shows the subdivisions that are currently planned for development in Hallsville ISD.

Subdivisions in Hallsville ISD Under Development - 1/19/2007

Name of Subdivision	Location	Lots
Rosemount Phase III	Northwest	37
Mission Creek	Northwest	200
Cooper Farms	Northwest	77
Honeysuckle Gardens	Northwest	46
Forest Hill Center	Northwest	75
Alpine Meadows	Northwest	196
Deerfield Farms	Northwest	35
Paradise Estates	Northwest	21
Timber Falls	Northwest	70
Palm Estates	Northwest	300
Wendy Acres	Southwest	18
Cedar Grove (1, 2, 3)	Southwest	54
Blakley Duplexes	Southwest	4
Princess Jean Ann	Southwest	50
Blakley (Willow/Ft. Crawford)	Southwest	6
Towering Oaks	Southwest	16
Shady Grove Estates	Southwest	7
Rutland Estates	Southwest	75
Walker Mill Rd. - Mill Creek	Northeast	9
Valley Crest	Northeast	15
Tealwood	Northeast	330
Germantown Ranch	Northeast	600
Timberlake Ranch Estates	Northeast	48
Totals		2,289

ENROLLMENT PROJECTION

The following graph shows enrollment projections for HISD for the next ten years. By 2017 enrollment is anticipated to be up from the current enrollment of 3,829 to approximately 5,829.



2006-07 through 2016-2017

▶ “If you wonder why there is so much development coming into Hallsville ISD... You guys were a well kept secret for a long time...Well, guess what

The Cat’s Out of the Bag...Literally!

This is a school district with a common voice and a common vision toward **EXEMPLARY.”**

✧ *Dr. Shirley Neely* ✧
TEA Commissioner of Education
August 9, 2006

▶ **"Exemplary Is Our Daily Standard"**

"Every Day Counts"
"Every Student Counts"
"Every Employee Counts"

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Tradition + Pride + Hard Work = Success!

<http://www.hisdbond.info>

Hallsville Independent School District

▶ **Facilities Financing Plan**

“Celebrate What's Right With Hallsville ISD”



Facilities Financing Plan

Recent changes to the school finance law will require the district to lower the M&O tax rate approximately 33¢ for the 2007-2008 school year.

TYPES OF TAXES

Maintenance and Operations (M&O) taxes are collected to pay for the everyday operations of the district including teacher salaries, utilities, and transportation. Interest and Sinking (I&S) taxes are collected to pay for bonds the voters approve for facilities. M&O taxes are subject to Chapter 41 recapture payments and I&S taxes are not. The district is able to utilize 100% of its I&S tax dollars whereas the district sends 25% of the M&O taxes collected back to the state.

ISSUING BONDS WITHOUT A RATE INCREASE

The district is considering refinancing some of the outstanding debt which will enable it to issue bonds for school facilities in future years and maintain an approximately constant I&S tax rate. As a result of the M&O tax rate reduction the voters could approve bonds for new facilities and still realize an overall tax rate reduction.

TAX RATE ANALYSIS

	M&O	I&S Current Bonds	I&S New Bonds	Total
2006	\$1.346	\$0.094	\$0.000	\$1.440
2008	\$1.020	\$0.064	\$0.275	\$1.359
Decrease				\$0.08

THE AVERAGE TAXPAYER

Hallsville ISD voters could pass a bond for ninety six million dollars and still decrease the total tax rate by approximately 8 cents based on current factors. This means that school taxes on a home with an average market value of \$97,047 would decrease by approximately \$50 per year instead of \$180 per year if the bonds were not issued.

	2006-07	2007-08
Avg. Market Value	\$97,047	\$97,047
Avg. Taxable Value	\$57,637	\$57,637
Tax Rate	\$1.440	\$1.359
Taxes Due	\$829.98	\$783.29
Decrease		(\$46.69)

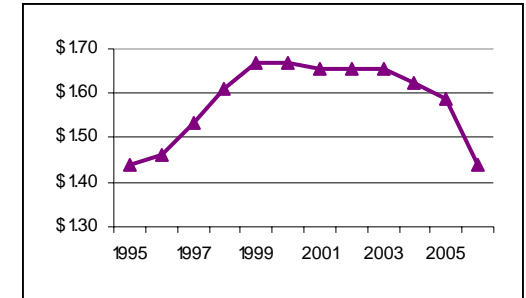
WHO PAYS TAXES IN HISD?

Taxes on businesses make up 74% of the tax revenue. This means on \$96 million in bonds, businesses would pay for about \$71 million of the bonds. The top ten taxpayers make up 43% of the taxes or would pay about \$41 million of the bonds.

Residential –Single Family Homes –Multi-Family –Acreage	26%
All Other –Commercial –Industrial –Minerals	74%

PREVIOUS TAX RATES

Tax rates for Hallsville ISD are the lowest that they have been in twelve years. Due to the increase in property values, the tax rate has been lowered over the past three years.



SENIOR CITIZENS

Citizens who are 65 years of age or older and who have filed for the homestead exemption would be entitled to have their taxes frozen at age 65 and would not receive any increase in property taxes as a result of a bond issue.

SUMMARY

- Tax decrease of 32 ¢ on the M&O side.
- Tax increase of 27 ¢ on the I&S side.
- Net decrease of 8 ¢ in the tax rate.
- Net decrease in taxes of about \$50 per year on the average home.
- Able to keep 100% of I&S taxes and only 75% of M&O taxes.
- Maintain current level of M&O funding due to state aid increase.

More information will be presented in the future to help voters understand the financing options as well as provide valuable input regarding facilities for the district.