

**Did you know that on
May 2 McKinney ISD is at
risk of losing **\$2.3 billion**
of its tax base?**

Here are the **5 things you
need to know about the
Attendance Credit
Election on May 2.**

NO. 1

What is the Attendance Credit Election?

MCKINNEY
INDEPENDENT SCHOOL DISTRICT

NO. 1

What is the Attendance Credit Election?

The Attendance Credit Election is a state required, one-time, election that asks voters to enable McKinney ISD to continue to make the mandatory recapture payments in the same way it has been making them since the 2014-15 school year.

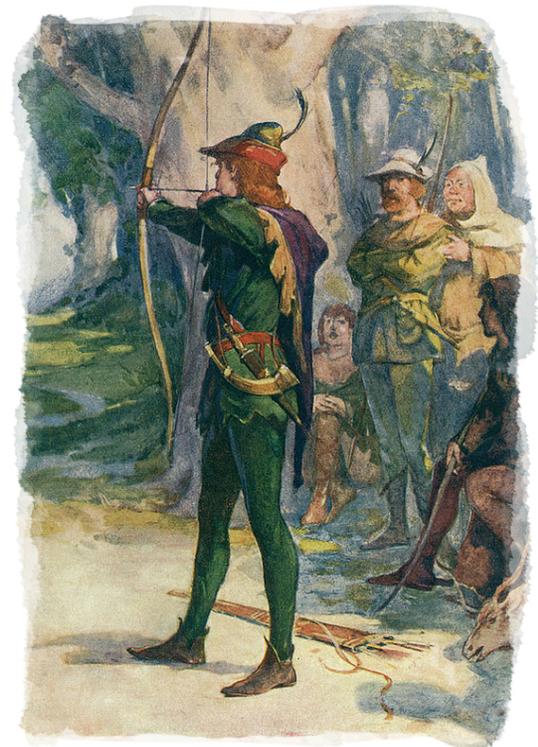
NO. 1

What is the Attendance Credit Election?

Recapture

In 1993, the State of Texas enacted what has become known as the **Robin Hood** law. This law recaptures tax dollars from property-wealthy districts like MISD, and sends them to lower property wealth districts across Texas.

Because of this, McKinney ISD makes yearly payments to the state. This payment is called a recapture payment.



NO. 1

What is the Attendance Credit Election?

Can MISD End Recapture

MISD is not able to stop paying recapture. In order for MISD to be able to stop recapture, the district would need to lower the M&O tax rate by approximately \$0.060.

The resulting **annual** revenue decline would grow to **\$8.1 million per year** over the next two years. Doing this would require eliminating teacher and support positions throughout the district, and would leave many of the district's popular programs at risk of losing funding.

NO. 1

What is the Attendance Credit Election?

Payment History

Since 2014-15, McKinney ISD has made all of the necessary recapture payments using a method called “Purchasing Attendance Credits.” MISD prefers this method of recapture payment because it is the most-cost effective.

Of the school districts in Texas that are required to pay recapture,

100%

use Purchase Attendance Credits as their method of payment.



NO. 2

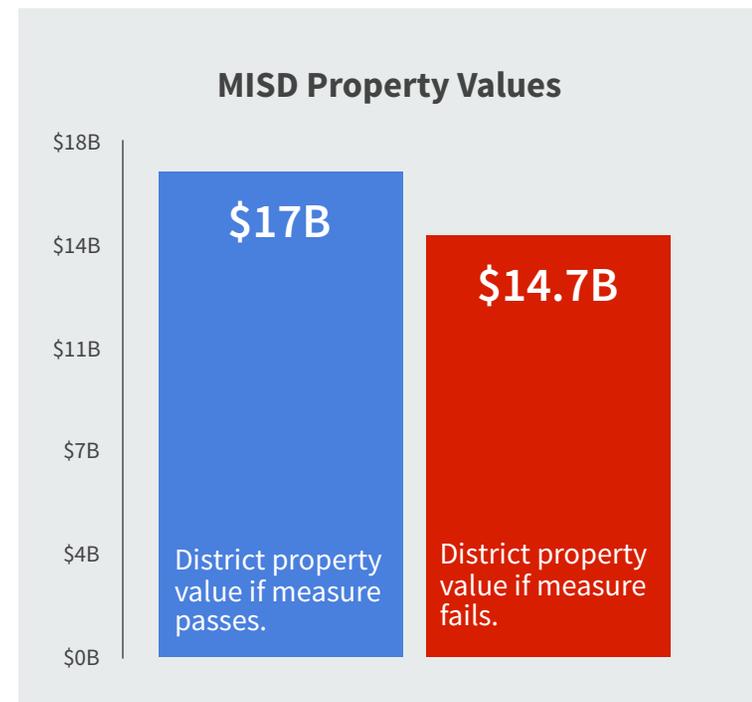
What happens if the measure fails on May 2?

MCKINNEY
INDEPENDENT SCHOOL DISTRICT

NO. 2

What happens if the measure fails on May 2?

If the measure fails, MISD will be subject to \$2.3 billion in, what is called, “Detachment of Territory.” This means that the state will detach approximately 13.5% of MISD’s total property value, sending those tax dollars to other school districts in Texas.



NO. 2

What happens if the measure fails on May 2?

Detachment Impact

The main impact of McKinney ISD losing \$2.3 billion in property tax value to detachment of territory is that **MISD would need to raise the I&S tax rate by approximately \$0.066** in order to continue to service the district's current debt schedule.



+\$232 per year

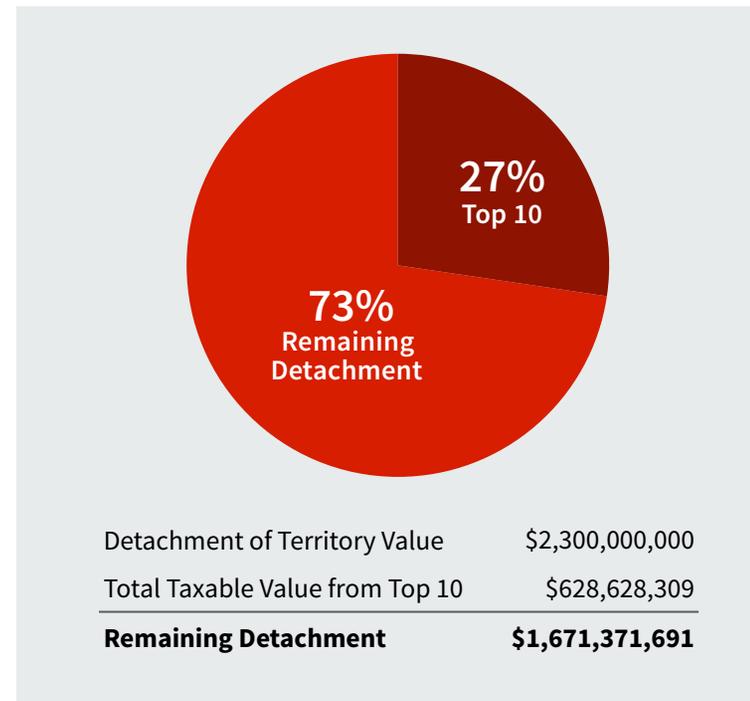
An I&S tax increase of \$0.066 would equate to a \$232 yearly tax increase per average MISD single family home (\$351,462).

NO. 2

What happens if the measure fails on May 2?

Top 10 Taxpayers	Taxable Valuation
Encore Wire Limited	\$115,120,286
Encore Electric Delivery Company	\$82,165,080
West Eldorado TX Partners LLC	\$62,095,000
Fairways Wilson Creek Apartments LLC	\$59,928,438
AREG Grassmere TX Partners LLC	\$56,350,000
Orion McKinney LLC	\$54,360,000
Village at Fairview Ltd.	\$54,100,007
Columbia Medical Center of McKinney LP	\$49,309,696
TMK Properties LP	\$49,178,231
Raytheon Ti Systems Inc.	\$46,021,571
Total	\$628,628,309

The actual de-annexation list would be determined by the TEA.



NO. 3

What happens if the measure passes on May 2?

MCKINNEY
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NO. 3**What happens if the measure passes on May 2?**

If the measure passes,

MISD will be able to continue to make the required recapture payments using the same method of payment it has used since 2014-15.

School Year	Recapture Amount	Recapture Payment Method
2014-15	\$347,762	Purchase Attendance Credits
2015-16	\$1,091,597	Purchase Attendance Credits
2016-17	\$2,137,292	Purchase Attendance Credits
2017-18	\$3,603,342	Purchase Attendance Credits
2018-19	\$5,219,857	Purchase Attendance Credits
2019-20	\$1,306,248	Purchase Attendance Credits

NO. 3

What happens if the measure passes on May 2?

If the measure passes

1. The total tax rate will not change
2. The district would continue to use “Purchasing Attendance Credits,” the most cost-effective method of payment.
3. It allows MISD to continue to provide the quality of education and resources currently delivered by our teachers in modern, well-maintained facilities.



NO. 4

When and where can I vote?

MCKINNEY
INDEPENDENT SCHOOL DISTRICT

NO. 4

When and where can I vote?

Early voting begins
Monday, April 20, 2020

Election Day is
Saturday, May 2, 2020

Ballot Language

“Authorizing the Board of Trustees of McKinney Independent School District to Purchase Attendance Credit from the State using local tax revenue.”

A vote **“for”** the measure will authorize the McKinney ISD Board of Trustees to purchase attendance credits from the state using local tax revenue as it has done since 2014–2015. A vote **“against”** will deny authorization for the board to purchase attendance credits and result in the state detaching property from McKinney ISD and annexing it to another district.

NO. 4**When and where can I vote?**

Early voting begins
Monday, April 20, 2020

Election Day is
Saturday, May 2, 2020

Polling Place	Address
Collin County Elections Office	2010 Redbud Blvd. Ste 102, McKinney, 75069
Evans Middle School	6998 Eldorado Pkwy, McKinney, 75070
McKinney Fire Station #5	6600 Virginia Parkway, McKinney, 75070
Slaughter Elementary School	2706 Wolford Street, McKinney, 75071
Webb Elementary School	810 E. Louisiana Street, McKinney, 75069

NO. 5

**Where can I get more
information?**

MCKINNEY
INDEPENDENT SCHOOL DISTRICT

NO. 5

Where can I get more information?

mckinneyisd.net/election

communications@mckinneyisd.net

MCKINNEY

INDEPENDENT SCHOOL DISTRICT