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**County of El Paso  
Agenda Item Details**

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**Item Title:** El Paso County Hospital District - PUBLIC HEARING - 2024 Tax Rate for Fiscal Year 2024-2025 Budget

**Submitted By:** John Sarah, Director

**Department:** Budget and Finance

**Department Phone Number:** 915-546-2262

**Subject:** Receive public comment, both proponents and opponents, on the proposed property tax rate for Fiscal Year 2024-2025 for the El Paso County Hospital District.

**Background:** N/A

**Fiscal Impact:** Fiscal Impact Historical

Fiscal Impact Projected

Long Account Number: Amount:

Long Account Number: Amount:

**Budget or Unbudgeted Match:**

**Recommendation:** N/A

**Prior Action:** N/A

**Strategic Plan:** Goal:

null

Objective:

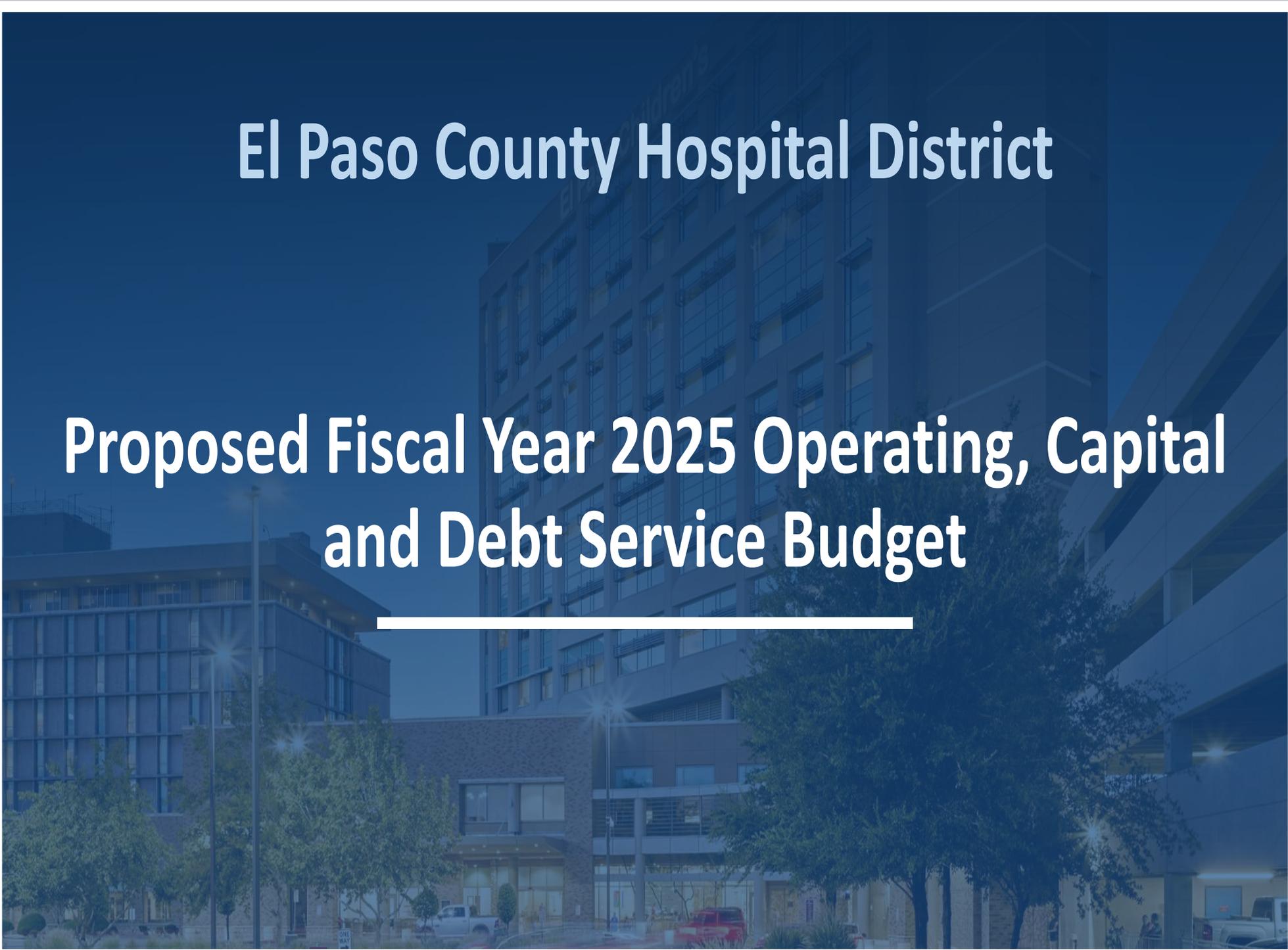
**Strategic Plan Information:**

**Estimated Time Needed For This Item:** 30 minutes

# El Paso County Hospital District

## Proposed Fiscal Year 2025 Operating, Capital and Debt Service Budget

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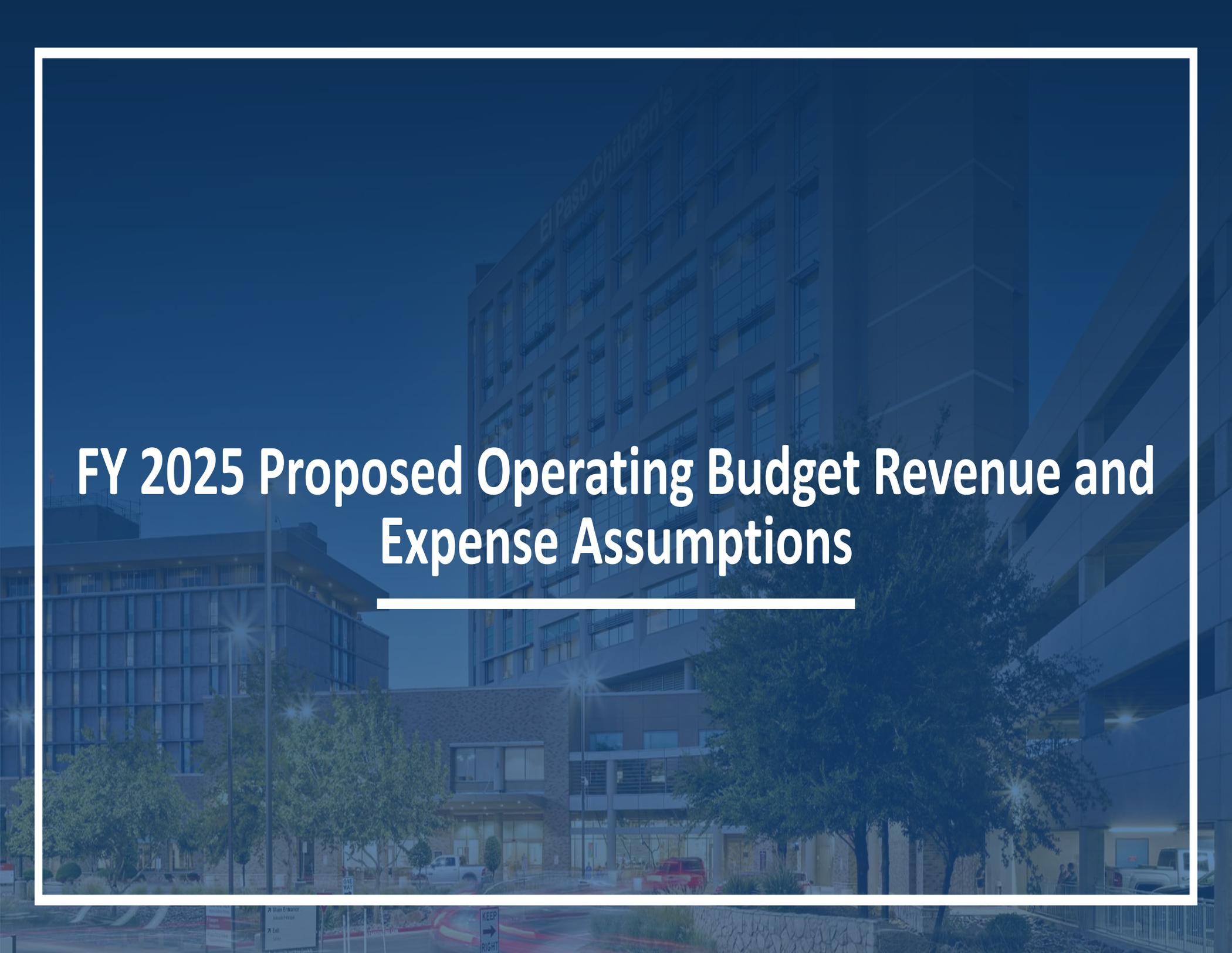
**What is our financial health?**

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# Hospital District Rating Agency Scores

- KBRA a/k/a Kroll
  - AA-
  - Stable outlook
  - July 2024
- FitchRatings
  - A-
  - Stable outlook
  - July 2024
- Standard & Poors
  - BBB+
  - Stable outlook
  - July 2024
- Moody's
  - Baa2
  - Stable outlook
  - September 2022

	Kroll	Fitch	S&P	Moody's	Meaning
I n v e s t m e n t  G r a d e	AAA	AAA	AAA	Aaa	Prime
	AA+	AA+	AA+	Aa1	High Grade
	AA	AA	AA	Aa2	
	AA-	AA-	AA-	Aa3	
	A+	A+	A+	A1	Upper Medium Grade
	A	A	A	A2	
	A-	A-	A-	A3	
	BBB+	BBB+	BBB+	Baa1	Lower Medium Grade
	BBB	BBB	BBB	Baa2	
BBB-	BBB-	BBB-	Baa3		
S P e c u l a t i v e  G r a d e	BB+	BB+	BB+	Ba1	Non Investment Grade Speculative
	BB	BB	BB	Ba2	
	BB-	BB-	BB-	Ba3	
	B+	B+	B+	B1	High Speculative
	B	B	B	B2	
	B-	B-	B-	B3	
	CCC+	CCC+	CCC+	Caa1	Substantial Risks
	CCC	CCC	CCC	Caa2	Extremely Speculative
	CCC-	CCC-	CCC-	Caa3	In Default with Little Prospect for Recovery
	CC	CC	CC	Ca	
	C	C	C	C	
	D	RD	D		In Default
	D				

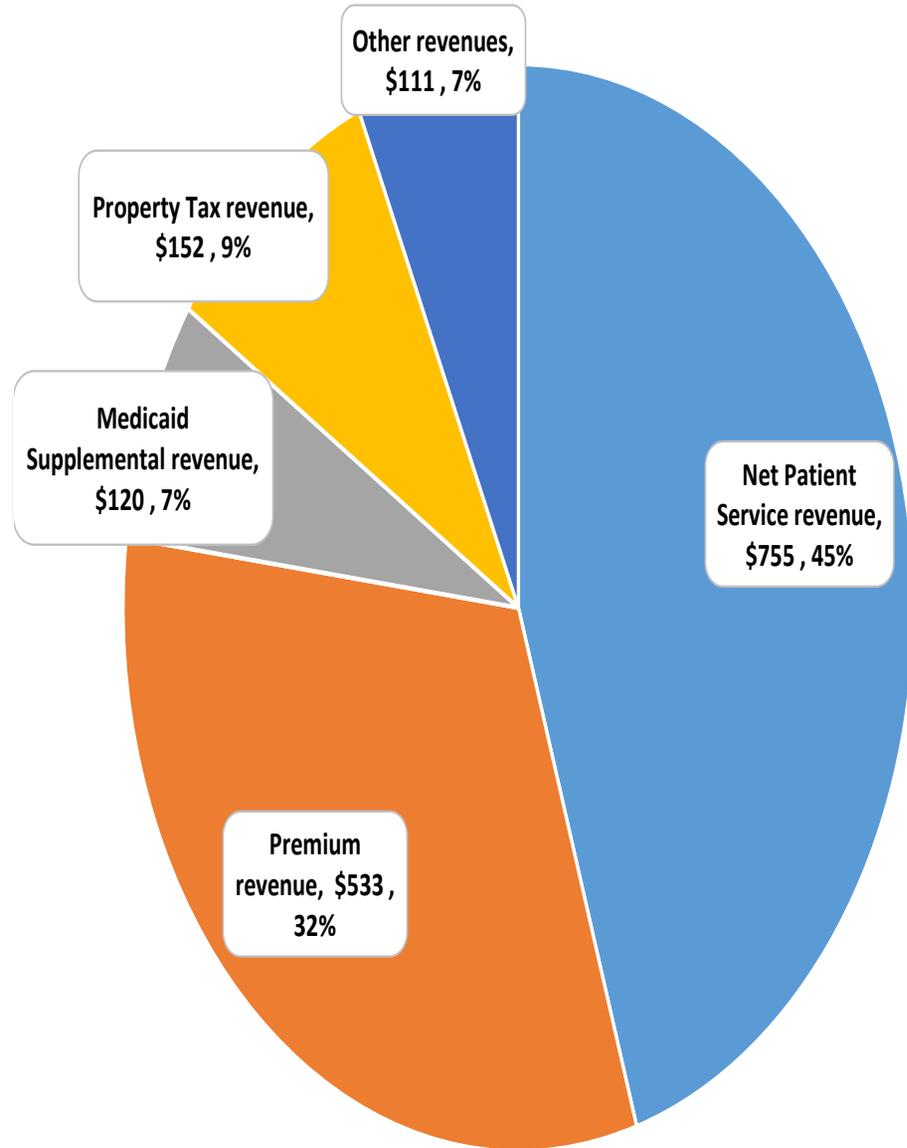


# FY 2025 Proposed Operating Budget Revenue and Expense Assumptions

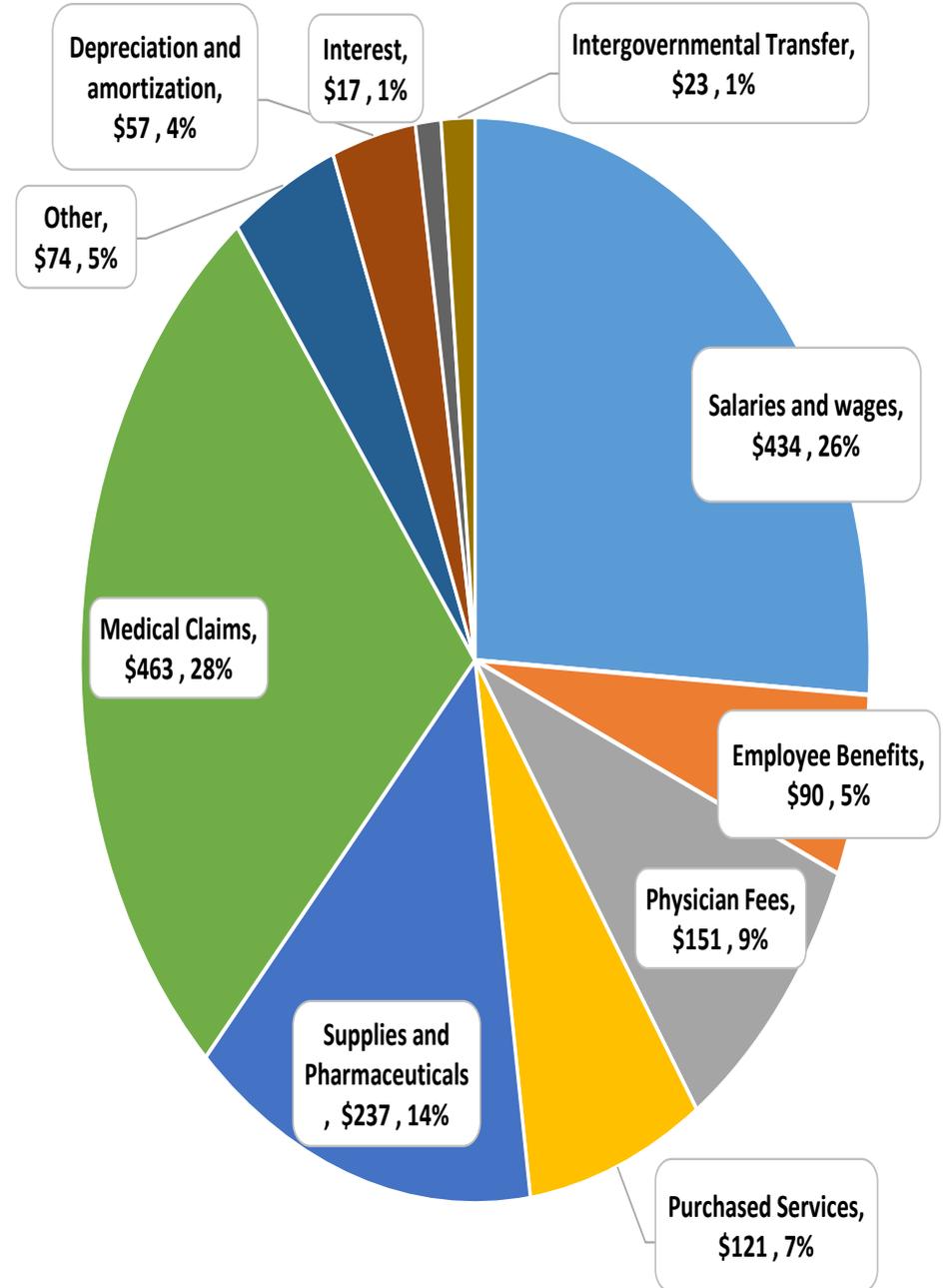
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# District FY 2025 Proposed Operating Budget

District 2025 Revenue Budget, \$1.671B (in millions)

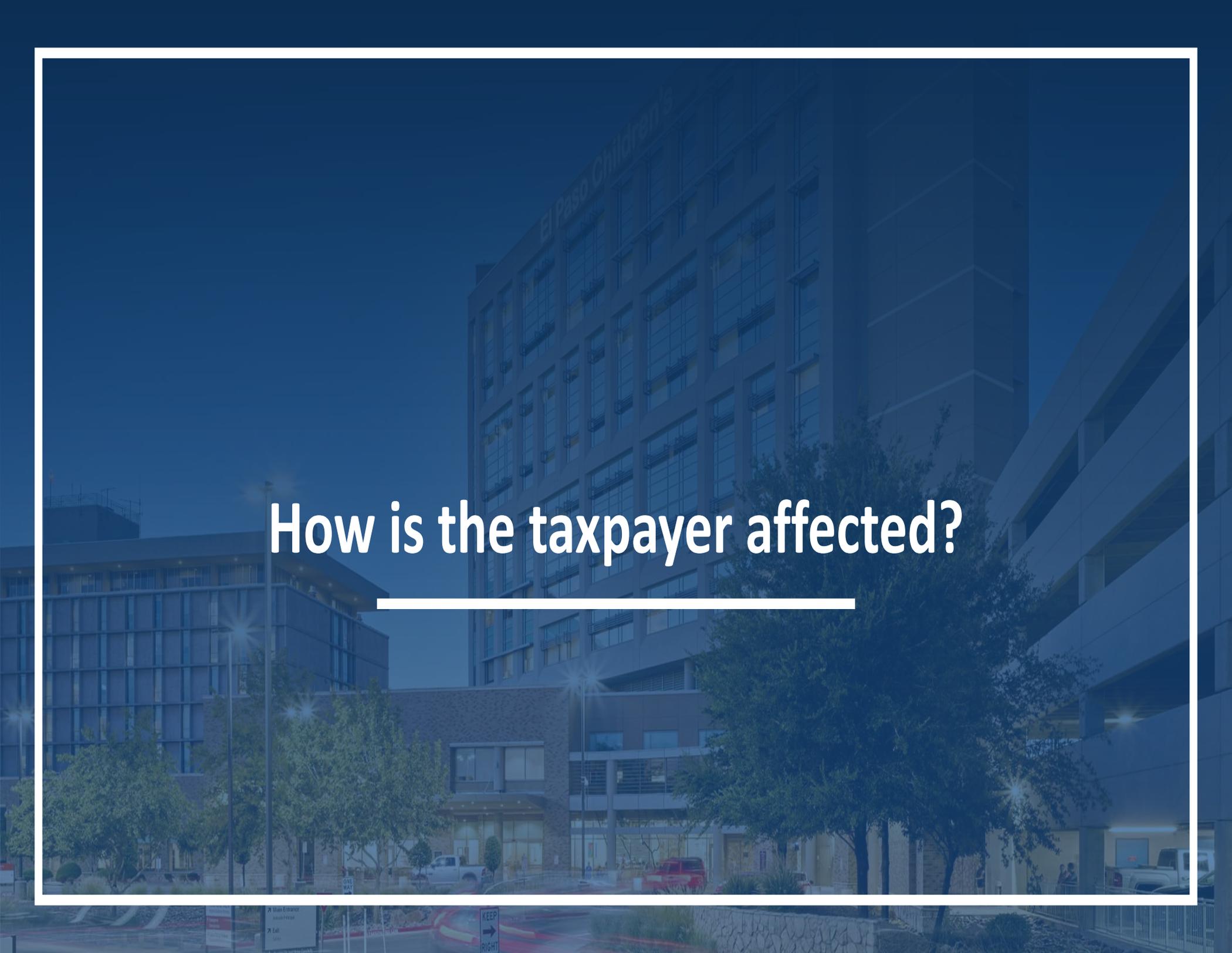


District 2025 Expense Budget, \$1.668 billion (in millions)



# District Change in Net Position by Component Unit

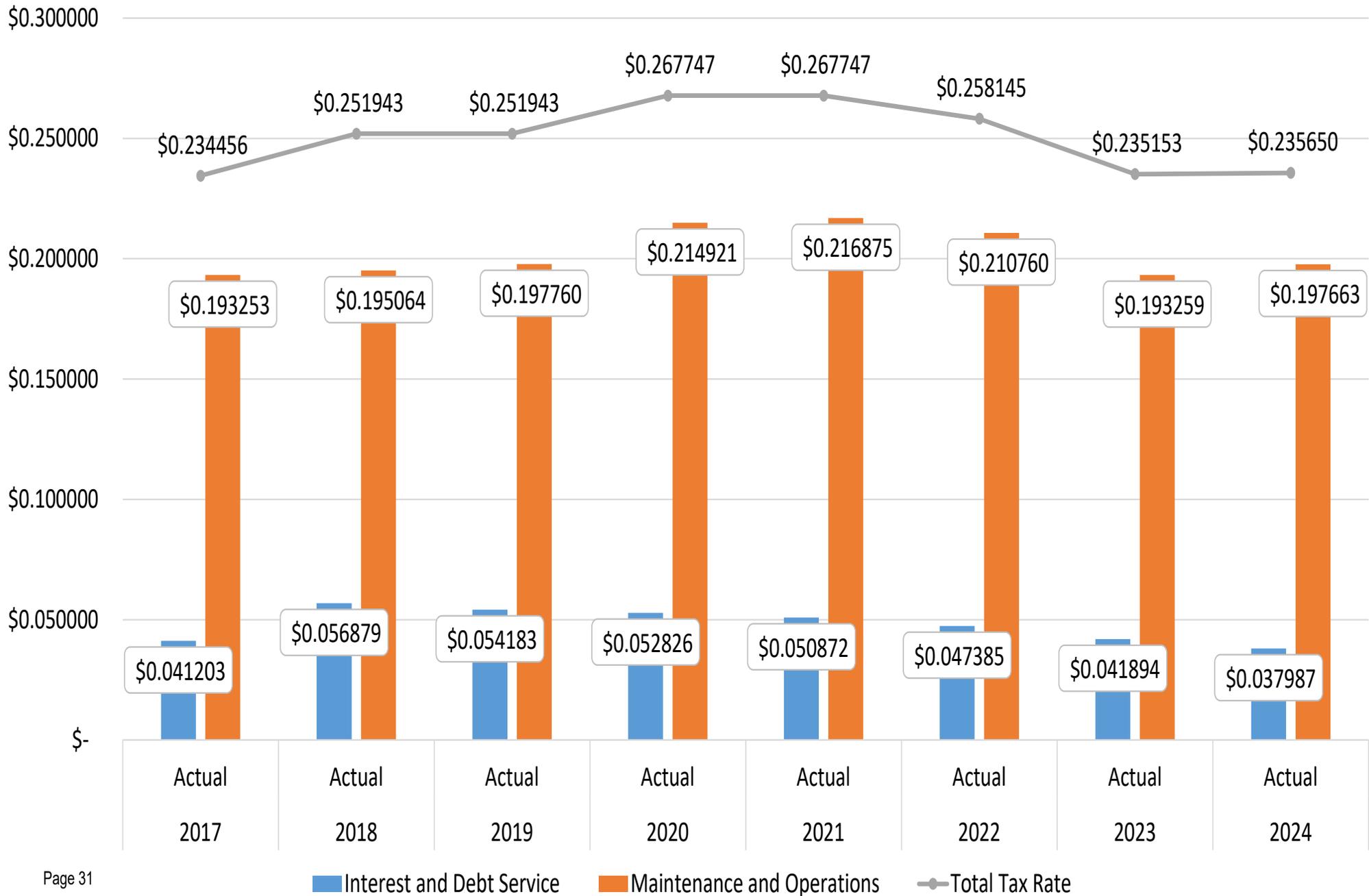
	2025 <u>Budget</u>
<b>Combined Total</b>	<b>\$ 3,343,774</b>
UMC El Paso	\$ (15,895,765)
El Paso Health	\$ 5,468,502
El Paso Children's	\$ 8,606,008
UMC Foundation	\$ 3,347,824
Eliminations	\$ 1,817,205
<b>Cash Flow From Operations:</b>	
Change in Net Position	\$ 3,343,774
Depreciation and amortization expense	57,463,908
Cash Flows from Operations	<u>\$ 60,807,682</u>



**How is the taxpayer affected?**

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# UMC Property Tax Rate



# Community Tax Rate, El Paso ISD



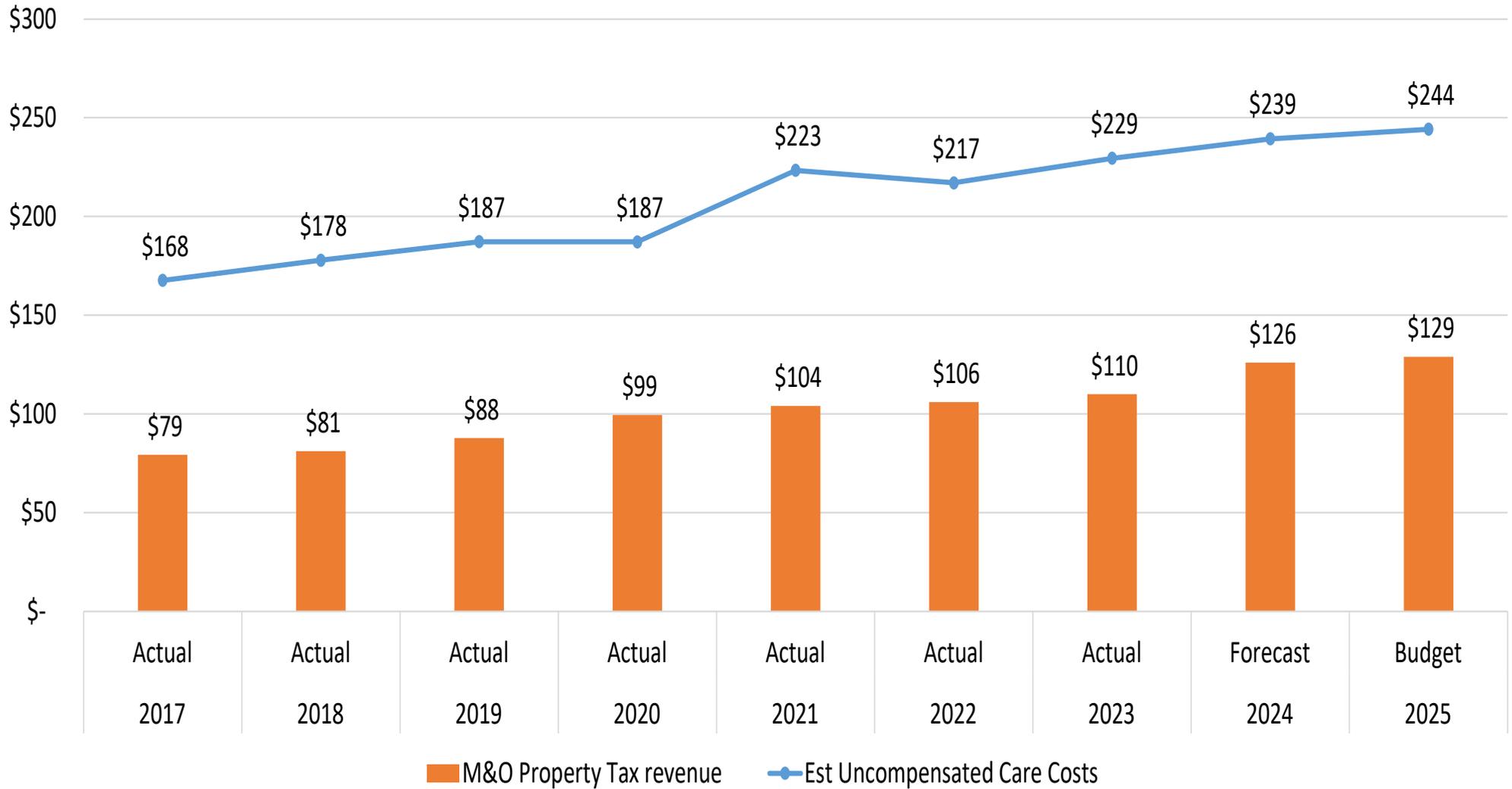
Fiscal Year	EPCC	UMC	El Paso County	City of El Paso	El Paso I.S.D.
2021	\$0.140, 4.5%	<b>\$0.268, 8.6%</b>	\$0.489, 15.7%	\$0.907, 29.1%	\$1.318, 42.2%
2022	\$0.135, 4.3%	<b>\$0.258, 8.3%</b>	\$0.470, 15.0%	\$0.907, 29.0%	\$1.354, 43.3%
2023	\$0.123, 4.2%	<b>\$0.235, 7.9%</b>	\$0.426, 14.4%	\$0.862, 29.1%	\$1.314, 44.4%
2024	\$0.116, 4.2%	<b>\$0.236, 8.5%</b>	\$0.459, 16.6%	\$0.819, 29.6%	\$1.137, 41.1%

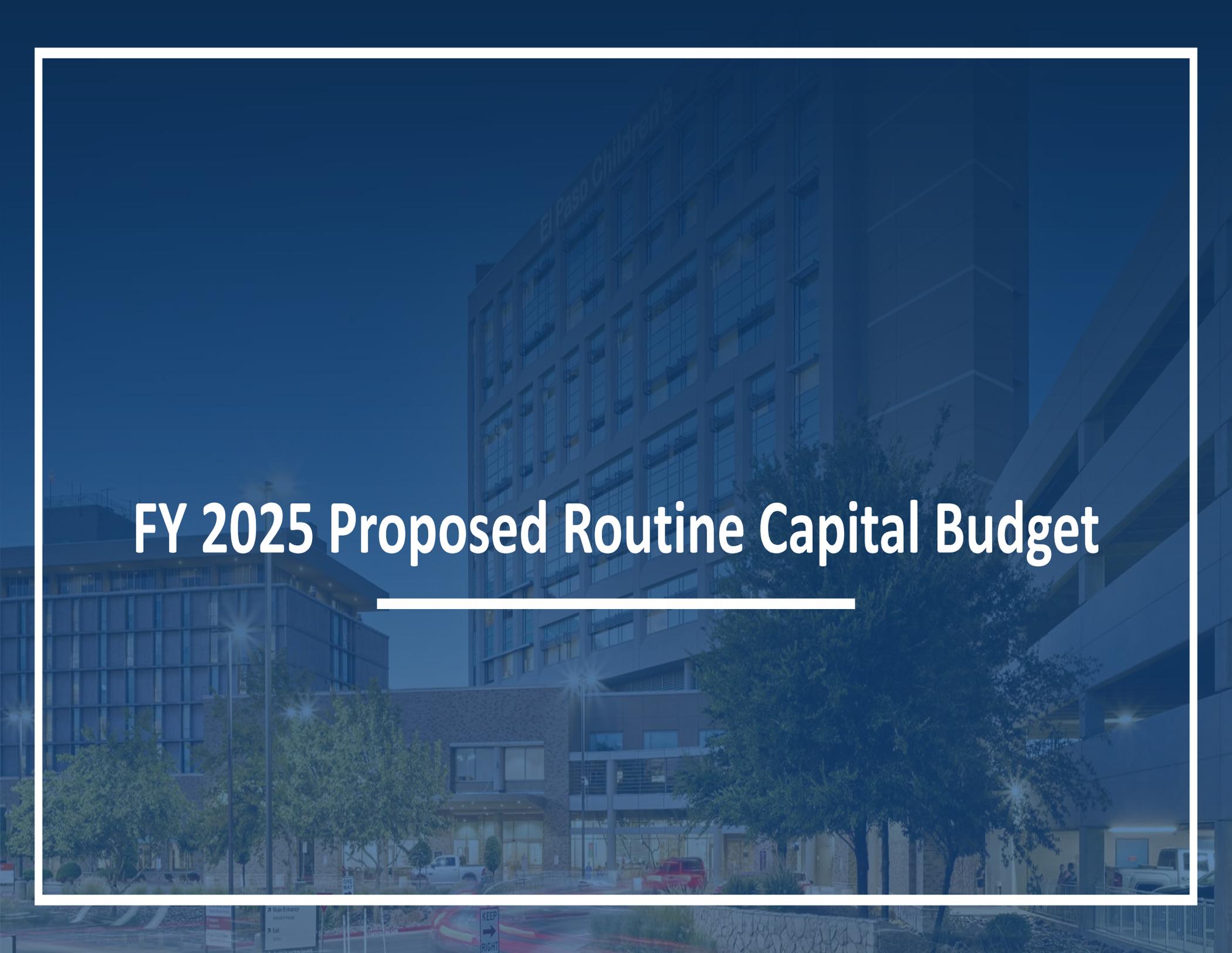
# UMC El Paso FY 2025 Tax Rate Scenarios: 1/1/2024 Property Valuations



	Fiscal Year 2024		Fiscal Year 2025 Budget		
	2023 (As Adopted)	2023 Final Certified Values	No New-Revenue Rate	Voter-Approval Rate	Last year's rate
<b>Total Taxable value</b>	<b>\$ 62,163,229,594</b>	<b>\$ 63,522,454,927</b>	<b>\$ 69,413,944,594</b>		
Taxable value of existing properties			\$ 68,155,608,140		
Taxable value of new properties / improvements			1,258,336,454		
Total Taxable Value \$ increase		\$ 1,359,225,333	\$ 4,633,153,213		
Total Taxable Value % increase		2.2%	7.5%		
<b>Total Tax Rate</b>	<b>\$ 0.235650</b>	<b>\$ 0.235650</b>	<b>\$ 0.219526</b>	<b>\$ 0.233385</b>	<b>\$ 0.235650</b>
Maintenance & Operations Tax Rate	\$ 0.197663	\$ 0.198476	\$ 0.185607	\$ 0.199466	\$ 0.201731
Interest & Debt Service Tax Tax	\$ 0.037987	\$ 0.037174	\$ 0.033919	\$ 0.033919	\$ 0.033919
<b>Expected Property Tax revenue</b>	<b>\$ 146,487,651</b>	<b>\$ 149,619,313</b>	<b>\$ 152,381,656</b>	<b>\$ 162,001,735</b>	<b>\$ 163,573,960</b>
Maintenance and Operations	\$ 122,873,499	\$ 126,005,161	\$ 128,836,631	\$ 138,456,710	\$ 140,028,935
Interest and Debt Service	\$ 23,614,152	\$ 23,614,152	\$ 23,545,025	\$ 23,545,025	\$ 23,545,025
<b>Variance from No New Revenue Rate</b>				<b>\$ 9,620,079</b>	<b>\$ 11,192,304</b>
<b>Variance from prior year</b>		<b>\$ 3,131,662</b>	<b>\$ 2,762,343</b>	<b>\$ 12,382,422</b>	<b>\$ 13,954,647</b>
<b>Average Home Value</b>					
Average Appraisal Value	\$ 211,762	\$ 216,705	\$ 231,206		
Average Net Taxable value	\$ 187,259	\$ 191,503	\$ 205,956		
<b>Annual property taxes due</b>	<b>\$ 441.28</b>	<b>\$ 451.28</b>	<b>\$ 452.13</b>	<b>\$ 480.67</b>	<b>\$ 485.34</b>
Annual tax \$ change from prior year			\$ 0.85	\$ 29.39	\$ 44.06
Annual tax \$ change from No New Revenue Tax Rate				\$ 28.54	\$ 43.21
Monthly tax \$ change from prior year			\$ 0.07	\$ 2.45	\$ 3.67
Monthly tax \$ change from No New Revenue Tax Rate				\$ 2.38	\$ 3.60

# UMC- Uncompensated Care & Property Tax Revenue





# FY 2025 Proposed Routine Capital Budget

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# FY 2025 Proposed Routine Capital Budget

UMC	\$17,000,000
El Paso Children's	6,248,379
El Paso Health	<u>2,797,658</u>
Total	<u>\$ 26,046,037</u>



# FY 2025 Proposed Debt Service Budget

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# FY 2025 Proposed Debt Service Budget

## Tax Supported:

General Obligation Refunding Bonds, Series 2017	\$ 7,230,250
Combination Tax and Revenue Certificates of Obligation, Series 2013	7,271,469
General Obligation Refunding Bonds, Series 2013	<u>9,127,350</u>
Subtotal	23,629,069

## Non-Tax Supported:

Revenue Bonds, Series 2023	<u>3,600,000</u>
Total	<u>\$ 27,229,069</u>



**QUESTIONS?**