



Preliminary Pay 2018 Levy

September 2017

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OBJECTIVE OF PRESENTATION:

- Prepare School Board to make an informed decision on the preliminary levy certification tonight
- Need School Board action to approve preliminary levy
- Review
 - Truth in Taxation process
 - Preliminary Pay 2018 Levy information

TRUTH IN TAXATION PROCESS



District sends preliminary levy info to HC, by 9/30/17



County uses info to prepare property tax statements



November 2017
HC mails statement to taxpayers



Truth in Taxation and Budget Update
(12/11/17)



School Board certifies Pay 2018 levy
(12/11/17)



County uses info to prepare property tax bills



Pay 16 Preliminary Levy Certification Process

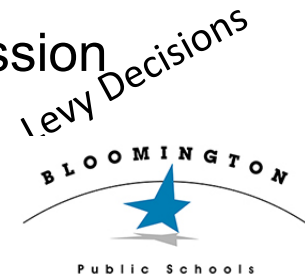
➤ Sept 8th : MDE released preliminary preparation data

➤ Sept 25th : School Board certifies preliminary levy submission

➤ By September 30: Preliminary levy submitted to MDE, Hennepin County and Scott County

➤ Counties prepare Truth in Taxation notices for November mailing

➤ December 11th : School Board certifies final levy submission



MDE calculates our preliminary amounts based on MN Statutes and district specific information

5 Major Levy Categories

Referendum
Referendum Other
Community Services
Debt Service
Other



School Board determines whether to levy the maximum or an amount less than the maximum

REFERENDUM LEVY

	Pay 2016	Pay 2017	Pay 2018
Referendum Revenue	\$12,473,424	\$13,582,633	\$13,537,253
Prior Yr Adjustments	-97,350	414,898	-172,504
Total Levy	\$12,376,074	\$13,997,531	\$13,364,749

EQUITY LEVY

	Pay 2016	Pay 2017	Pay 2018
Equity Revenue	\$1,073,732	\$1,036,368	\$1,074,664
Board Approved \$300/PU	3,317,031	3,476,889	3,377,751
Location Equity \$424/PU	4,688,592	4,914,525	4,774,410
Prior Yr Adjustments	178,836	246,416	(114,015)
Total Levy	\$9,258,190	\$9,674,197	\$9,112,810

Equity Revenue is intended to reduce the disparity in revenue between the highest and lowest revenue districts on a regional basis.

COMMUNITY SERVICES LEVY

	Pay 2016	Pay 2017	Pay 2018
Community Svcs Revenue	\$1,619,585	\$1,711,949	\$1,770,846
Prior Yr, Abatement, Other Adjustments	46,411	48,242	53,317
Total Levy	\$1,665,996	\$1,760,192	\$1,824,163

DEBT SERVICE

	Pay 2016	Pay 2017	Pay 2018
Debt Service	\$10,801,470	\$10,148,039	\$10,844,016
Prior Yr, Abatement, Other Adjustments	-442,933	-422,917	177,257
Total Levy	\$10,358,537	\$9,725,122	\$11,021,273

PAY 2016 TO PAY 2018 COMPARISON

	Pay 2016	Pay 2017	Pay 2018	Diff Pay 2016 to Pay 2018	%
Referendum	\$12,376,074	\$13,997,531	\$13,364,749	\$988,675	8.0%
Referendum Other	9,258,190	9,674,197	9,112,810	-145,380	-1.6%
Community Svc	1,665,996	1,760,192	1,824,163	158,167	9.5%
Debt Service	10,358,537	9,725,122	11,021,273	662,736	6.4%
Other	16,596,294	16,388,208	16,749,022	152,728	0.9%
Total	\$50,255,091	\$51,545,251	\$52,072,017	\$1,816,926	3.6%

PAY 2016 TO PAY 2018 COMPARISON

	Pay 2016	Pay 2017	Pay 2018	Diff Pay 16 to Pay 18	%
Operating Referendum	\$21,634,265	\$23,671,728	\$22,477,559	\$843,294	3.9%
Non Referendum	\$28,620,826	\$27,873,522	\$29,594,458	\$973,632	3.4%
Total	\$50,255,091	\$51,545,251	\$52,072,017	\$1,816,926	3.6%

Operational Referendum: Referendum and Equity Revenue

Non Operational: Debt Service (General and OPEB), Alternative Facilities, Capital Projects (Technology)
Community Services, Operating Capital, Lease Levy, Q-comp, Integration and Others

TAX COMPARISON ON MEDIAN

	Pay 2016	Pay 2017	Pay 2018	Diff Pay 16 to Pay 18	%
Median Value Home	\$219,700	\$225,900	\$246,400	\$26,700	12.2%
Total County, City and School Taxes	\$2,950	\$2,892	\$3,109	\$159	5.4%
School Taxes	\$880	\$850	\$893	\$13	1.4%

NEXT STEPS

- School Board action:
 - Certification of Preliminary Levy Limitation September 25, 2017
- Levy Changes
 - Levy can change until September 30
 - District or State calculations
 - If School Board certifies the preliminary levy at “Maximum”, counties will use the Levy Limitation and Certification as of September 30
 - Final Levy Limitation and Certification will be certified at December 11th, 2017 School Board meeting (can't be more than preliminary)



Questions?