

Independent School District 196

Public Hearing on Levy 2008 / Payable 2009 Property Taxes

(Funding for 2009-10 Budget)

December 2, 2008



Truth In Taxation Public Hearing Requirements

1. Levy Certification Process
2. Basic School Funding
3. Proposed Tax Levy for Taxes Payable 2009
4. Preliminary Budget - 2008-09
5. Public Comment

Contact information:

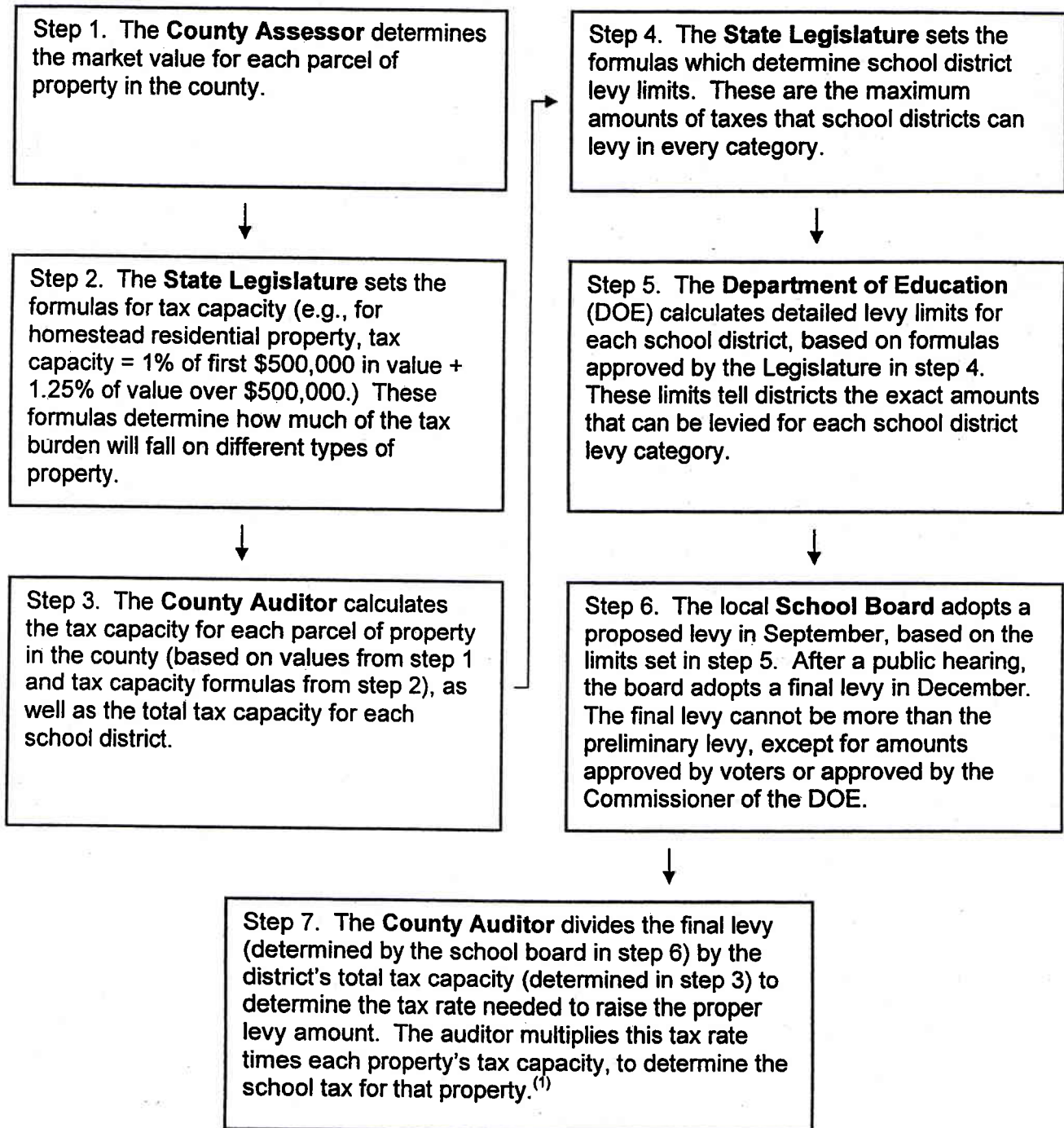
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Minnesota School District Property Taxes

Key Steps in the Process



⁽¹⁾ In the case of market value referendums, the total tax is divided by the district's total market value to determine a referendum tax rate. This rate is multiplied times each property's referendum market value to determine the tax on each property in the school district.

How School District Aids and Tax Levies are Determined General Education Revenue Payable 2009 Tax Levy

1. All school districts receive the same total general education revenue per adjusted marginal cost pupil unit.

$$\text{Total Revenue} = \$5,124^{(1)} \times \text{Adjusted Marginal Cost Pupil Units (AMCPU)}$$

2. In the past, revenue was received from two sources, state aid and local property taxes. Beginning in 2002, the revenue is received solely through state aid.
3. The property tax relief provided by the state in terms of removing the General Education Levy is funded through state income and sales taxes.

(1) \$5,124 is the formula allowance in 2009-10 provided by the 2007 Legislature

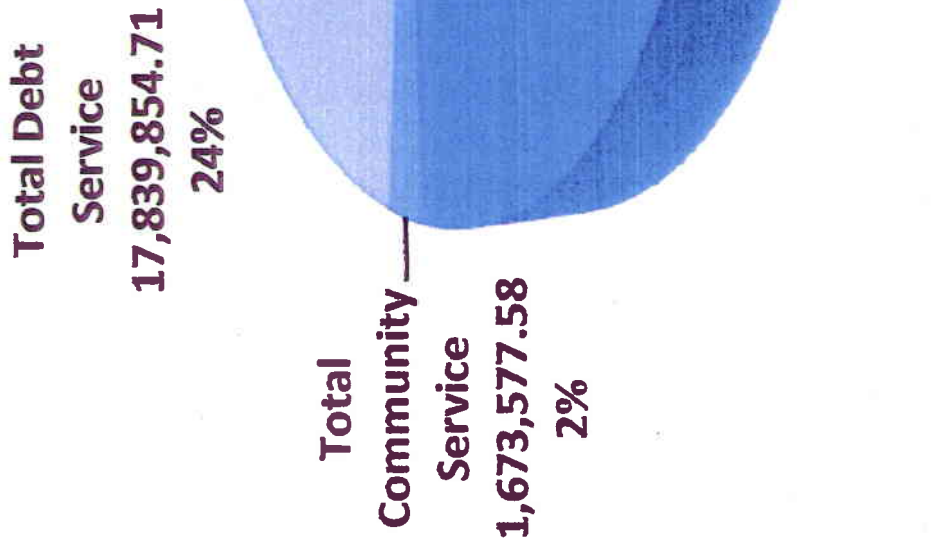
Independent School District 196
Proposed 2008 (Payable 2009) Property Tax Levy, by Fund and Category

Run date 11/12/08

Fund and Levy Category	2007 Certified Levy	2008 Levy (Payable 2009)			
	Levy Amount	State Levy Limitation	Proposed Levy	\$ Change	% Change
General Fund					
Referendum (Market Value)(a)	33,228,888.69	33,192,344.61	33,192,344.61	(36,544.08)	-0.11%
Equity Levy	2,852,662.11	2,944,864.16	2,944,864.16	92,202.05	3.23%
Transition Levy	357,238.86	355,361.45	355,361.45	(1,877.41)	-0.53%
Capital Projects Levy	1,438,481.00	1,496,227.00	1,496,227.00	57,746.00	4.01%
Operating Capital Levy	3,439,817.09	3,441,478.08	3,441,478.08	1,660.99	0.05%
Alternative Teacher Compensation	1,952,808.99	2,489,771.54	2,489,771.54	536,962.55	27.50%
Integration Levy	1,224,412.66	1,222,141.36	1,222,141.36	(2,271.30)	-0.19%
Reemployment Insurance Levy	54,000.00	110,000.00	110,000.00	56,000.00	103.70%
Safe Schools Levy	955,166.70	949,318.20	949,318.20	(5,848.50)	-0.61%
Ice Arena Operating Levy	158,087.57	180,326.55	180,326.55	22,238.98	14.07%
Career & Technical Education	444,335.04	444,335.04	444,335.04	0.00	0.00%
Health & Safety	7,222,754.75	1,027,770.00	1,027,770.00	(6,194,984.75)	-85.77%
Building Lease	3,188,711.00	3,007,930.35	3,007,930.35	(180,780.65)	-5.67%
Alternative Facilities Levy	-	4,847,224.00	4,847,224.00	4,847,224.00	
Lost Interest Revenue	-	-	-	0.00	
Abatements & Other Adjustments	(1,319,950.30)	(136,176.27)	(136,176.27)	1,183,774.03	-89.68%
Total General Fund	55,197,414.16	55,572,916.07	55,572,916.07	375,501.91	0.68%
Community Service Fund					
Basic Community Education	1,021,889.80	1,026,534.10	1,026,534.10	4,644.30	0.45%
Early Childhood Family Education	389,793.99	625,680.59	625,680.59	235,886.60	60.52%
Home Visiting	16,488.00	16,160.00	16,160.00	(328.00)	-1.99%
Adults with Disabilities	6,657.00	6,657.00	6,657.00	0.00	0.00%
Abatements & Other Adjustments	(3,000.72)	(1,454.11)	(1,454.11)	1,546.61	-51.54%
Total Community Service	1,431,828.07	1,673,577.58	1,673,577.58	241,749.51	16.88%
Debt Service Fund					
Initial General Debt Service	18,983,498.00	18,539,246.00	18,539,246.00	(444,252.00)	-2.34%
Alternative Facilities Debt Service	495,816.00	467,775.00	467,775.00	(28,041.00)	-5.66%
Equip. Bonds Debt Service (b)	212,877.00	188,307.00	188,307.00	(24,570.00)	-11.54%
Reduction for Debt Excess	(1,326,963.65)	(3,395,715.31)	(3,395,715.31)	(2,068,751.66)	155.90%
Abatements & Other Adjustments	27,507.21	(3,981.98)	(3,981.98)	(31,489.19)	-114.48%
OPEB Debt Service (d)	0.00	2,044,224.00	2,044,224.00	2,044,224.00	
Total Debt Service	18,392,734.56	17,839,854.71	17,839,854.71	(552,879.85)	-3.01%
Grand Total, All Funds	75,021,976.79	75,086,348.36	75,086,348.36	64,371.57	0.09%
Referendum Market Value (RMV)	15,169,386,575	15,685,495,575	(2,007)	516,109,000	3.40%
Adjusted Net Tax Capacity (ANTC)	187,565,977	186,762,519	(2,007)	(803,458)	-0.43%

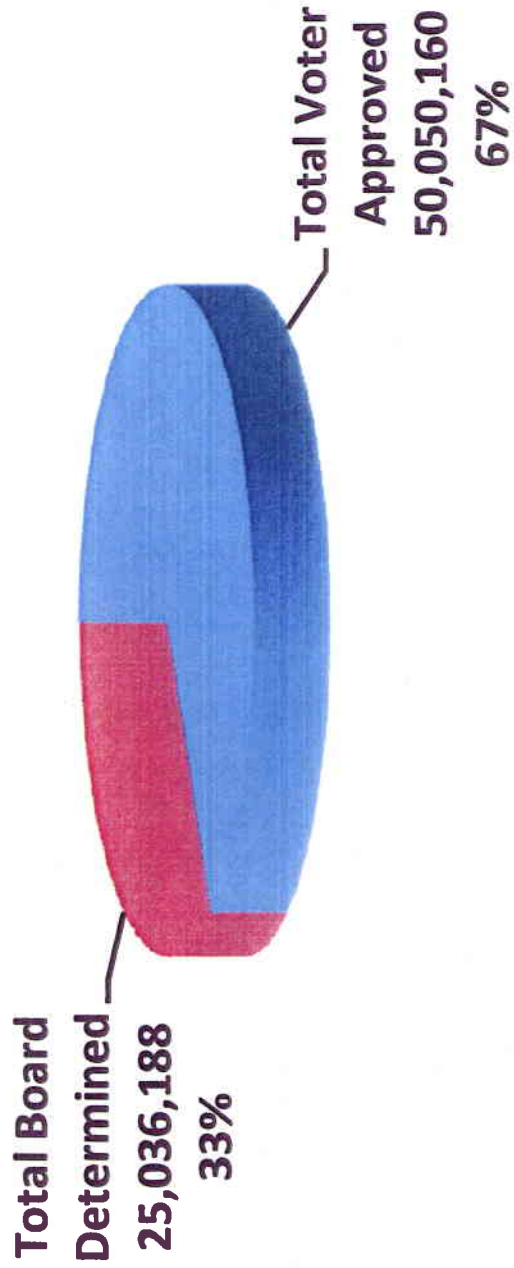
(a) Referendum levy is \$1042.39 per pupil unit approved by voters on November 8, 2005.
(b) Equipment Bonds Debt Service is subtracted from general fund levies under "abatements and other adjustments."
This is debt service for October 1999 issue to refund special assessments.
(c) Alternative Facilities Funding combined with Health & Safety Funding effective Payable 2008.
(d) OPEB Debt Service legislature created board authority for OPEB funding with 2008 legislation effective Pay 2009.

Levy Payable 2009 By Fund



Levy Payable 2009

Total Levy \$75,086,348



School Board Determined Breakdown		
Levy Category	Levy	Change
Equity	\$2,944,864	\$92,202
Transition	\$355,361	(\$1,877)
Operating Capital	\$3,441,478	\$1,661
Alternative Teacher Compensation	\$2,489,772	\$536,963
Intergration Levy	\$1,222,141	(\$2,271)
Reemployment Insurance	\$110,000	\$56,000
Safe Schools Levy	\$949,318	(\$5,849)
Ice Arena Operating Levy	\$180,327	\$22,239
Career & Technical Education	\$444,335	\$0
Health & Safety	\$1,027,770	(\$18,040)
Building Lease	\$3,007,930	(\$180,781)
Alternative Facilities Levy	\$4,847,224	(\$1,329,721)
Abatements & Other Adjustments	(\$242,153)	\$1,207,965
Total Community Service	\$1,673,578	\$241,750
Total Debt Service Other	\$540,019	(\$120,919)
OPEB Debt Service	\$2,044,224	\$2,044,224
Total School Board Determined	\$25,036,188	\$2,543,545

District 196
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Levy Summary Data		Payable 2004	Payable 2005	Payable 2006	Payable 2007	Payable 2008	Payable 2009
General Fund	General Education	1,152,128	1,278,872	2,915,653	3,175,748	3,439,817	3,441,478.08
	Operating Capital Levy	1,084,676	1,199,807	2,148,632	2,470,520	2,852,662	2,944,864.16
	Equity Levy	1,325,874	252,840	293,542	328,331	357,239	355,361.45
	Transition Levy	14,749,104	14,920,797	29,933,266	31,482,430	33,228,889	33,192,344.81
	Referendum (Market Value)	-	-	200,000	145,000	54,000	110,000.00
	Reemployment Insurance	874,640	854,890	1,245,413	1,200,000	1,224,413	1,222,141.36
	Integration Levy	-	839,152	869,653	861,444	955,167	949,318.20
	Safe Schools Levy	-	-	-	-	-	-
	Staff Development Incentives	-	-	-	-	-	-
	Health Ins. & Benefits	-	-	-	-	-	-
	Career and Technical Education	203,142	203,142	203,142	203,142	444,335	444,335.04
	Health & Safety	2,708,573	1,858,917	1,284,970	857,700	1,045,810	1,027,770.00
	Building Lease	2,893,194	2,857,748	3,220,820	3,179,580	3,188,711	3,007,930.35
	Ice Arena Operating Levy	144,000	137,116	142,885	139,948	158,088	180,326.55
	Alternative Facilities Levy	7,672,625	6,805,943	8,503,194	6,728,396	6,176,945	4,847,224.00
Capital Projects Referendum	97,163	1,050,580	1,174,701	1,316,144	1,438,481	1,496,227.00	
Lost Interest Revenue	-	97,163	97,163	-	-	-	
Alternative Teacher Compensation	-	-	-	1,824,188	1,952,809	2,489,771.54	
Abatelements & Other Adjustments	(1,356,143)	(1,468,162)	(1,088,037)	(515,297)	(1,319,950)	(136,176.27)	
Total General Fund	31,548,977	30,888,804	51,144,997	53,397,273	55,197,414	55,572,916.07	
Community Education Fund	Basic Community Education	941,125	959,554	1,010,457	1,018,979	1,021,890	1,026,534.10
	Early Childhood Family Education	712,653	710,580	683,626	665,225	389,794	625,680.59
	Home Visiting	18,506	17,606	16,672	16,472	16,488	16,160.00
	Adults with Disabilities	6,803	6,803	6,803	6,803	6,657	6,657.00
	Abatelements & Other Adjustments	1,166	(422)	(8,435)	(6,980)	(3,001)	(1,454.11)
	Total Community Education	1,680,253	1,694,121	1,709,123	1,700,499	1,431,828	1,673,577.58
Debt Service Fund	Initial General Debt Service	17,168,735	18,583,758	22,333,838	20,069,049	18,983,498	18,539,246.00
	OPEB Debt Service*	-	-	-	-	-	2,044,224.00
	Energy Loan	111,928	-	-	-	-	-
	Alternative Facilities Debt Service	492,814	493,391	493,265	497,665	495,816	467,775.00
	Equip. Bonds Debt Service	321,185	278,345	252,672	238,004	212,877	188,307.00
	Abatelements & Other Adjustments	23,874	50,373	927	-	27,507	(3,981.98)
	Debt Service Excess Reduction	(1,309,453)	-	(175,408)	29,956	(1,326,964)	(3,395,715.31)
Total Debt Service	16,809,084	19,405,867	22,905,294	20,834,674	18,392,735	17,839,854.71	
Total, All Funds	50,038,314	51,988,792	75,759,414	75,932,446	75,021,977	75,086,348.36	
Total Local Levy	50,038,314.20	51,988,792.09	75,759,413.99	75,932,445.72	75,021,976.79	75,086,348.36	
Adjusted Net Tax Capacity (ANTC)	132,611,340	146,450,879	160,006,127	174,093,117	187,565,977	186,762,519	
Total District Revenue (Operating Funds and Debt Service)	259,757,047	277,216,506	302,287,656	314,280,849	324,208,109	324,208,109	

Source: FY05 Annual Financial Report Source: FY06 Annual Financial Report Source: FY07 Annual Financial Report Source: Preliminary Budget 2008-09 OPEB Debt Service first available for FY 2009

School Taxes Payable on Avg. Value Home

