

Richfield Public Schools Truth in Taxation

December 7, 2015

- Minnesota Statute 275.065 began in 1988
- Mailed notice to each property owner
- Levy amount and impact
- Public meeting
 - Present current budget and proposed levy
 - Opportunity for community comment
- Certification of Levy in December following meeting

Truth in Taxation

- Levy Certification Process
- Basic School Funding
- 2015-2016 Budget
- Proposed 2016 Levy
- Public Questions and Comments

Agenda

- July/August-submission to Department of Education
- September-Preliminary Levy Certification
- County mailed proposed tax statements
- Truth in taxation hearing
- December-Final levy certification by School Board

Levy Certification Process

- **Pay 2013 Certified Amount=\$17,644,441.68**
- **Pay 2014 Certified Amount=\$18,361,040.78**
- **Pay 2015 Certified Amount=\$18,050,200.16**
- **Pay 2016 Proposed Amount=\$19,298,552.28**

Historical Levy Summary

| | 2015 | | | | | | | | | | | | 2016 | | | | | | | | | | | | 2017 | | | | | | | | | | | | | | | | | | | | | | | |
|------------------------|------|---|---|---|---|---|---|---|---|---|---|---|------|---|---|---|---|---|---|---|---|---|---|---|------|---|---|---|---|---|---|---|---|---|---|---|--|--|--|--|--|--|--|--|--|--|--|--|
| | J | F | M | A | M | J | J | A | S | O | N | D | J | F | M | A | M | J | J | A | S | O | N | D | J | F | M | A | M | J | J | A | S | O | N | D | | | | | | | | | | | | |
| | A | E | A | P | A | U | U | U | E | C | O | E | A | E | A | P | A | U | U | U | E | C | O | E | A | E | A | P | A | U | U | U | E | C | O | E | | | | | | | | | | | | |
| | N | B | R | R | Y | N | L | G | P | T | V | C | N | B | R | R | Y | N | L | G | P | T | V | C | N | B | R | R | Y | N | L | G | P | T | V | C | | | | | | | | | | | | |
| <u>Legislation</u> | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| <u>City/Twp/County</u> | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Tax Levy Decision | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Collection of Levy | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Budget Year | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| <u>School District</u> | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Tax Levy Decision | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Collection of Levy | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Budget Year | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |

Levy Cycle

- **General Fund**
- **Community Service Fund**
- **Debt Service Fund**
- **OPEB Debt Service Fund**

Levy Fund Types

- Safe Schools
- Career and Tech
- Alternative Teacher Compensation
- Achievement & Integration
- Capital
- Health and Safety
- Building/Land Lease
- Deferred Maintenance
- Reemployment
- Health Benefits

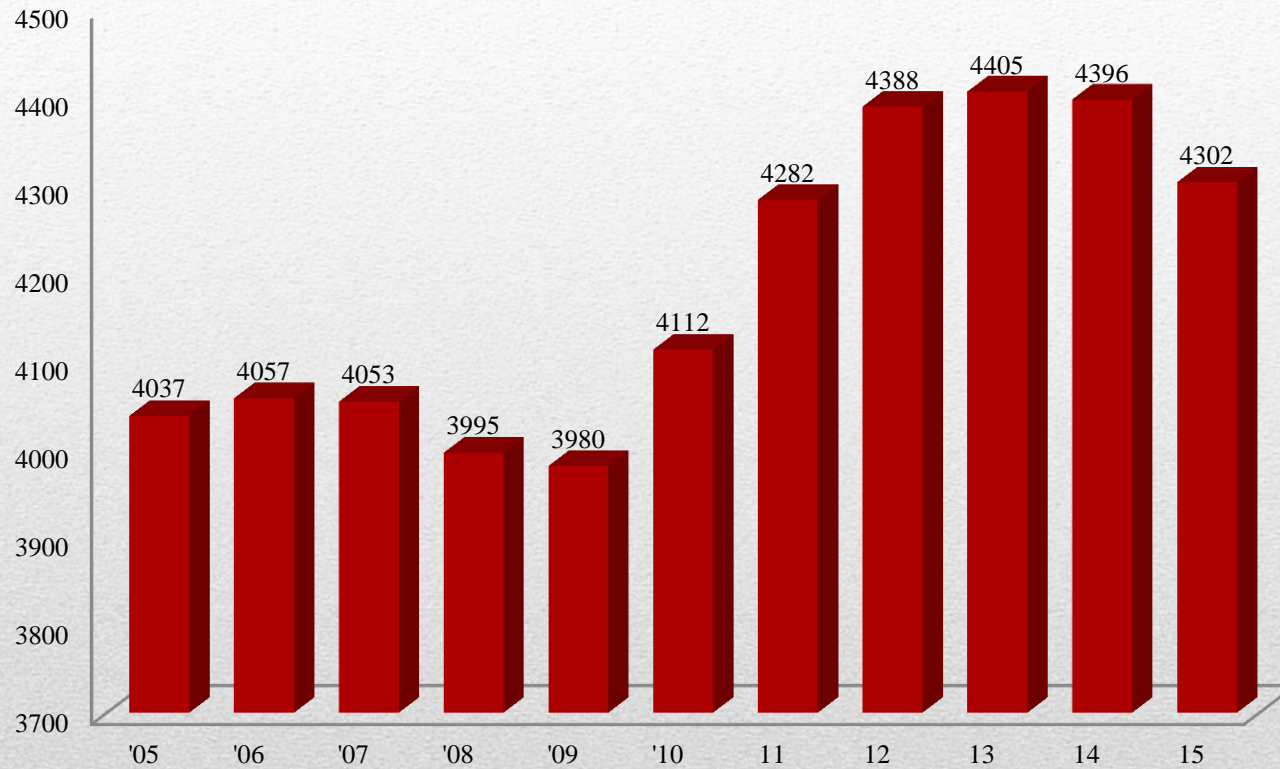
General Fund Levy

- Community Service
- Early Childhood Education
- Home Visits
- Adults with Disabilities

Community Service Fund

- District outstanding debt
 - Alternative Facilities
 - OPEB Debt
- Based on the debt retirement schedules

Debt Service Funds



ENROLLMENT INFORMATION

STATEMENT OF REVENUES, EXPENDITURES & CHANGES IN FUND BALANCE
ADOPTED BUDGET
2015 - 2016 SCHOOL YEAR

| FUND | PROJECTED FUND BALANCE June 30, 2015 | 2015-2016 REVENUE | 2015-2016 EXPENDITURES | EXCESS REVENUE OVER(UNDER) EXPENDITURE | PROJECTED FUND BALANCE June 30, 2016 |
|------------------------|--|----------------------|---------------------------|---|--|
| 1 GENERAL - GRANTS | | \$ 1,377,029 | \$ 1,333,029 | \$ 44,000 | |
| GENERAL - NON GRANTS | | \$ 50,021,782 | \$ 49,961,325 | \$ 60,457 | |
| GENERAL SUB-TOTAL | \$ 2,010,916 | \$ 51,398,811 | \$ 51,294,354 | \$ 104,457 | \$ 2,115,373 |
| TRANSPORTATION | \$ - | \$ 2,514,802 | \$ 2,514,802 | \$ - | \$ - |
| OPERATING CAPITAL | \$ 152,139 | \$ 2,564,600 | \$ 2,608,799 | \$ (44,199) | \$ 107,940 |
| TECHNOLOGY LEVY | \$ 435,646 | \$ 2,245,959 | \$ 2,395,231 | \$ (149,272) | \$ 286,374 |
| STUDENT ACTIVITY ACCTS | \$ 120,335 | \$ 175,000 | \$ 175,000 | \$ - | \$ 120,335 |
| GENERAL FUND TOTAL | \$ 2,719,036 | \$ 58,899,172 | \$ 58,988,186 | \$ (89,014) | \$ 2,630,022 |
| 2 FOOD SERVICE | \$ 205,844 | \$ 2,432,500 | \$ 2,220,133 | \$ 212,367 | \$ 418,211 |
| 4 COMMUNITY EDUCATION | \$ 157,653 | \$ 1,351,015 | \$ 1,335,006 | \$ 16,009 | \$ 173,662 |

2015-2016 Budget Summary

STATEMENT OF REVENUES, EXPENDITURES & CHANGES IN FUND BALANCE
ADOPTED BUDGET
2015 - 2016 SCHOOL YEAR

| FUND | PROJECTED FUND BALANCE June 30, 2015 | 2015-2016 REVENUE | 2015-2016 EXPENDITURES | EXCESS REVENUE OVER(UNDER) EXPENDITURE | PROJECTED FUND BALANCE June 30, 2016 |
|-----------------------|--|----------------------|---------------------------|---|--|
| 7 DEBT SERVICE | \$ 567,929 | \$ 3,707,324 | \$ 4,108,870 | \$ (401,546) | \$ 166,383 |
| 20 INTERNAL SERVICE | \$ 2,270,875 | \$ 6,406,090 | \$ 5,979,950 | \$ 426,140 | \$ 2,697,015 |
| 45 OPEB TRUST | \$ 11,238,269 | \$ 400,000 | \$ 697,419 | \$ (297,419) | \$ 10,940,850 |
| 47 OPEB DEBT SERVICE | \$ 197,162 | \$ 1,142,072 | \$ 1,135,306 | \$ 6,766 | \$ 203,928 |
| DISTRICT BUDGET TOTAL | \$ 17,356,768 | \$ 74,338,173 | \$ 74,464,870 | \$ (126,697) | \$ 17,230,071 |

2015-2016 Budget Summary

Voter Approved

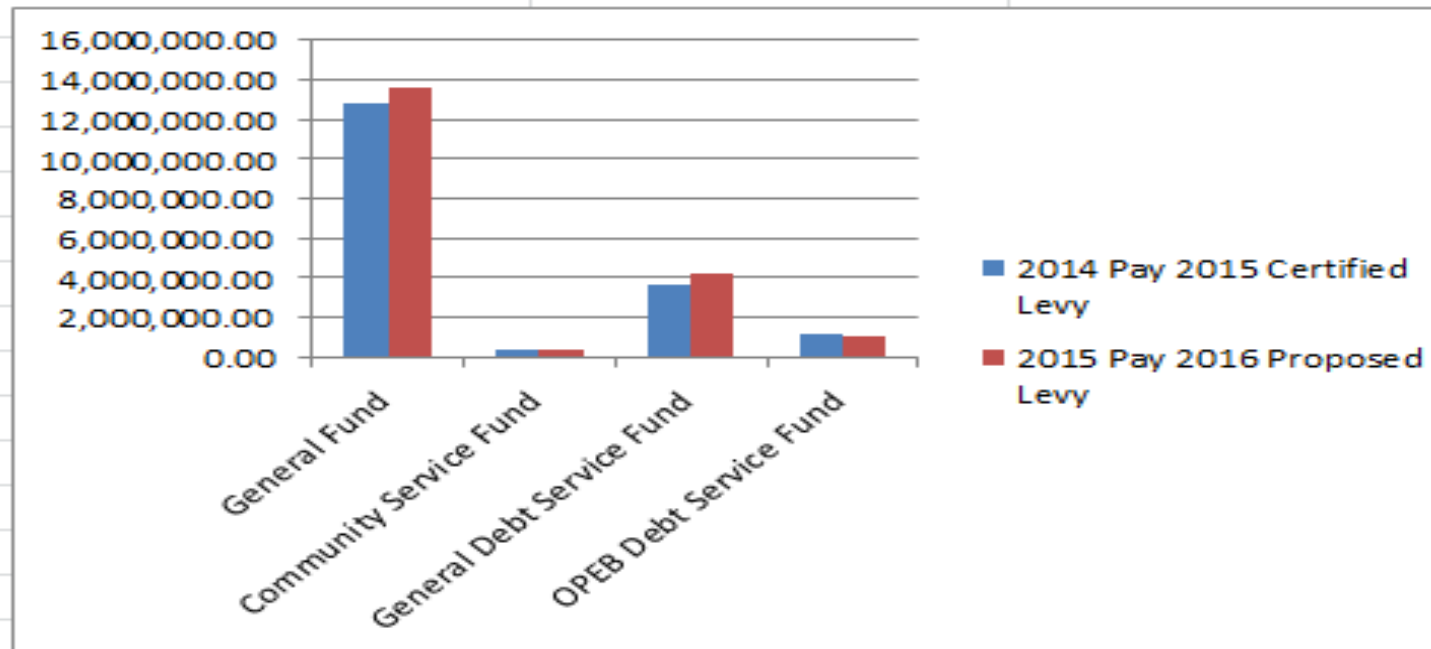
- Bond Votes
- Operating Levy Votes

School Board Decisions (Other Local)

- Authority is limited through Legislation
- Special Levy Authority

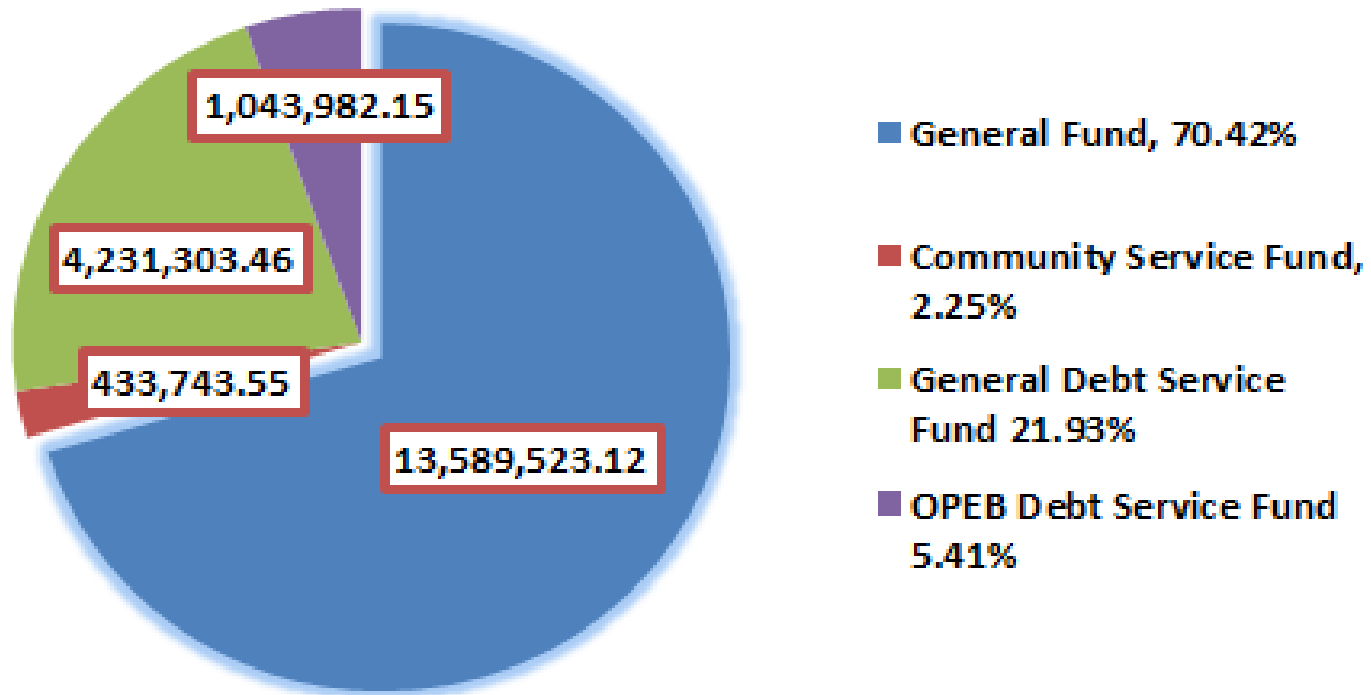
Local School Levy

| | 2014 Pay 2015 Certified Levy | 2015 Pay 2016 Proposed Levy |
|---------------------------|---------------------------------|--------------------------------|
| General Fund | 12,779,060.16 | 13,589,523.12 |
| Community Service Fund | 423,744.93 | 433,743.55 |
| General Debt Service Fund | 3,690,687.44 | 4,231,303.46 |
| OPEB Debt Service Fund | 1,156,707.63 | 1,043,982.15 |
| Total | 18,050,200.16 | 19,298,552.28 |



Pay 2015 vs. Pay 2016

2015 Pay 2016 Proposed Levy



Levy Summary

| | FY15 | FY16 | FY17 | \$ |
|------------------------------|------------------------|------------------------|------------------------|------------------|
| | 2013 Pay 14 | 2014 Pay 15 | 2015 Pay 16 | Dollar |
| | 2014-15 | 2015-16 | 2016-2017 | Change |
| GENERAL FUND | | | | |
| Equity | \$617,241.22 | \$690,388.63 | \$593,475.05 | (\$96,913.58) |
| Operating Capital | \$572,286.88 | \$558,509.19 | \$653,625.52 | \$95,116.33 |
| Deferred Maintenance | \$333,619.80 | \$311,604.80 | \$103.20 | (\$311,501.60) |
| Alternative Teacher Comp | \$408,727.41 | \$398,348.86 | \$401,980.67 | \$3,631.81 |
| LCTS Levy | \$0.00 | \$0.00 | \$0.00 | \$0.00 |
| Achieve & Integration | \$371,681.43 | \$329,311.69 | \$384,387.14 | \$55,075.45 |
| Referendum | \$3,902,505.45 | \$4,105,460.45 | \$4,348,629.34 | \$243,168.89 |
| Referendum - Technology | \$2,260,000.00 | \$2,245,959.48 | \$2,655,386.86 | \$409,427.38 |
| Location Optional Levy | \$2,103,379.20 | \$1,968,292.80 | \$2,003,315.20 | \$35,022.40 |
| Safe Schools | \$238,972.00 | \$247,528.20 | \$241,859.80 | (\$5,668.40) |
| Student Achievement Levy | \$120,746.51 | \$111,049.35 | \$120,135.20 | \$9,085.85 |
| Health and Safety | \$212,795.92 | \$580,775.20 | \$65,983.56 | (\$514,791.64) |
| LT Facilities | \$0.00 | \$0.00 | \$950,388.55 | \$950,388.55 |
| Building/ Lease | \$959,827.57 | \$1,066,270.12 | \$1,035,509.39 | (\$30,760.73) |
| Health Benefits | \$89,689.64 | \$23,035.64 | \$73,682.10 | \$50,646.46 |
| Re-employment Ins. | \$48,733.25 | (\$12,138.45) | \$17,494.28 | \$29,632.73 |
| Career Technical | \$90,363.76 | \$77,968.63 | \$76,766.45 | (\$1,202.18) |
| Abatement & Other Adjustment | \$81,040.88 | \$76,695.57 | (\$33,199.19) | (\$109,894.76) |
| LEVY TOTAL | \$12,411,610.92 | \$12,779,060.16 | \$13,589,523.12 | \$810,463 |

General Fund

| | FY15 | FY16 | FY17 | \$ |
|---------------------------------|---------------------|---------------------|---------------------|----------------|
| | 2013 Pay 14 | 2014 Pay 15 | 2015 Pay 16 | Dollar |
| | 2014-15 | 2015-16 | 2016-2017 | Change |
| COMMUNITY EDUCATION FUND | | | | |
| Basic Levy | \$287,665.70 | \$287,665.70 | \$287,665.70 | \$0.00 |
| Early Child & Family | \$140,328.84 | \$125,242.05 | \$135,904.78 | \$10,662.73 |
| Home Visiting | \$3,424.00 | \$3,638.40 | \$3,747.20 | \$108.80 |
| Disabled Adults | \$5,429.00 | \$5,475.40 | \$5,429.00 | (\$46.40) |
| Abate/Excess Fund Bal Adj | \$3,069.45 | \$1,723.38 | \$996.87 | (\$726.51) |
| LEVY TOTAL | \$439,916.99 | \$423,744.93 | \$433,743.55 | \$9,999 |

Community Education

| | FY15 | FY16 | FY17 | \$ |
|----------------------------|-----------------------|-----------------------|-----------------------|---------------------|
| | 2013 Pay 14 | 2014 Pay 15 | 2015 Pay 16 | Dollar |
| | 2014-15 | 2015-16 | 2016-2017 | Change |
| DEBT SERVICE FUND | | | | |
| Debt Levy | \$3,194,100.00 | \$0.00 | \$0.00 | \$0.00 |
| Debt Excess | (\$200,000.00) | (\$600,000.00) | \$0.00 | \$600,000.00 |
| LT Facilities Debt Service | \$0.00 | \$0.00 | \$4,215,970.41 | \$4,215,970.41 |
| Alternative Bond | \$1,274,849.00 | \$4,262,381.55 | \$0.00 | (\$4,262,381.55) |
| OPEB Bond | \$1,254,022.00 | \$1,192,071.57 | \$1,074,471.57 | (\$117,600.00) |
| Debt Excess (OPEB) | (\$75,000.00) | (\$50,000.00) | (\$34,722.29) | \$15,277.71 |
| Abatement Adjustment | \$61,541.87 | \$42,941.95 | \$19,565.92 | (\$23,376.03) |
| LEVY TOTAL | \$5,509,512.87 | \$4,847,395.07 | \$5,275,285.61 | \$427,890.54 |

Debt Service

MAXIMUM PAYABLE 2016

\$1,248,352,.12 OR 6.92% increase

Significant Changes

- **Long Term Facilities: \$950,388.55**
 - **Health and Safety: (\$514,791.64)**
 - **Deferred Maintenance: (\$311,501.60)**
- **Technology Referendum: \$409,427.38**
- **Referendum (adjustments): \$243,168.89**

Local Levy

| | 2014 Tax | 2015 Tax | 2016 Tax | \$ Change | % Change |
|-------------------------------|---------------------|---------------------|---------------------|--------------------|-----------------|
| Voter Approved General | \$6,162,505 | \$6,351,420 | \$7,004,016 | \$652,596 | 10.27% |
| Voter Approved Debt | \$3,101,897 | \$0.00 | \$0.00 | \$0.00 | 0.00% |
| Other Local* | \$9,096,639 | \$11,698,780 | \$12,294,536 | \$595,756 | 5.09% |
| School District Total | \$18,361,041 | \$18,050,200 | \$19,298,552 | \$1,248,352 | 6.92% |
| *Includes Local Optional Levy | | | | | |

Taxes Payable 2016

| Market Value | 2016 Preliminary Levy Amount | 2015 Tax Amount | 2016 After Election Proposed Tax | Projected Tax Impact |
|---------------------|-------------------------------------|------------------------|---|-----------------------------|
| 150,000 | 440 | 566 | 601 | 35 |
| 200,000 | 621 | 788 | 838 | 50 |
| 250,000 | 802 | 1010 | 1074 | 64 |
| 400,000 | 1346 | 1676 | 1784 | 108 |

Tax Impact



Public Comments and Questions
