



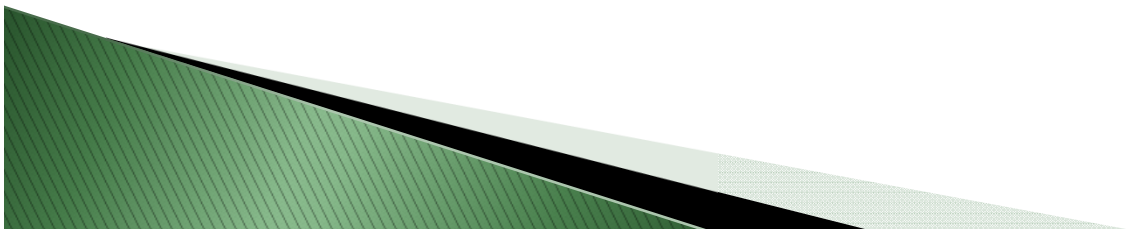
Edina Public Schools

Edina School District 273

**Final 2012 Payable 2013
Levy Certification
December 10, 2012**

AGENDA

- ▶ Tax Levy Calendar
- ▶ Basic School Funding
- ▶ Factors Contributing to the Levy Change
- ▶ Levy Certification 2012 pay 2013
- ▶ Graphical Analysis
- ▶ 2012–13 Budget Summary



TAX LEVY CALENDAR

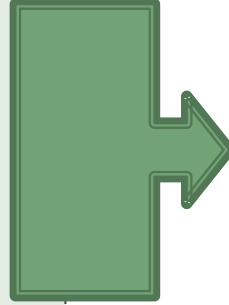
- ▶ September Certify Proposed Levy (1)
 - ▶ November County mails levy notices to property owners
 - ▶ December Public hearing as part of regular board meeting
 - ▶ December Certify final tax levy (2)
-
- ▶ (1) Except for new voter approved tax levies, the final levy cannot exceed the proposed levy certified in September
 - ▶ (2) The certification of the levy is the culmination of a five month process which began the previous July



AUTHORITY FOR SCHOOL LEVIES

▶ A School District Tax Levy Must Be Either:

- Set by State Formula
- OR
- Voter Approved



▶ Authorized Total Revenue

▶ Minus

Local Property Taxes

▶ Equals

▶ State Aid



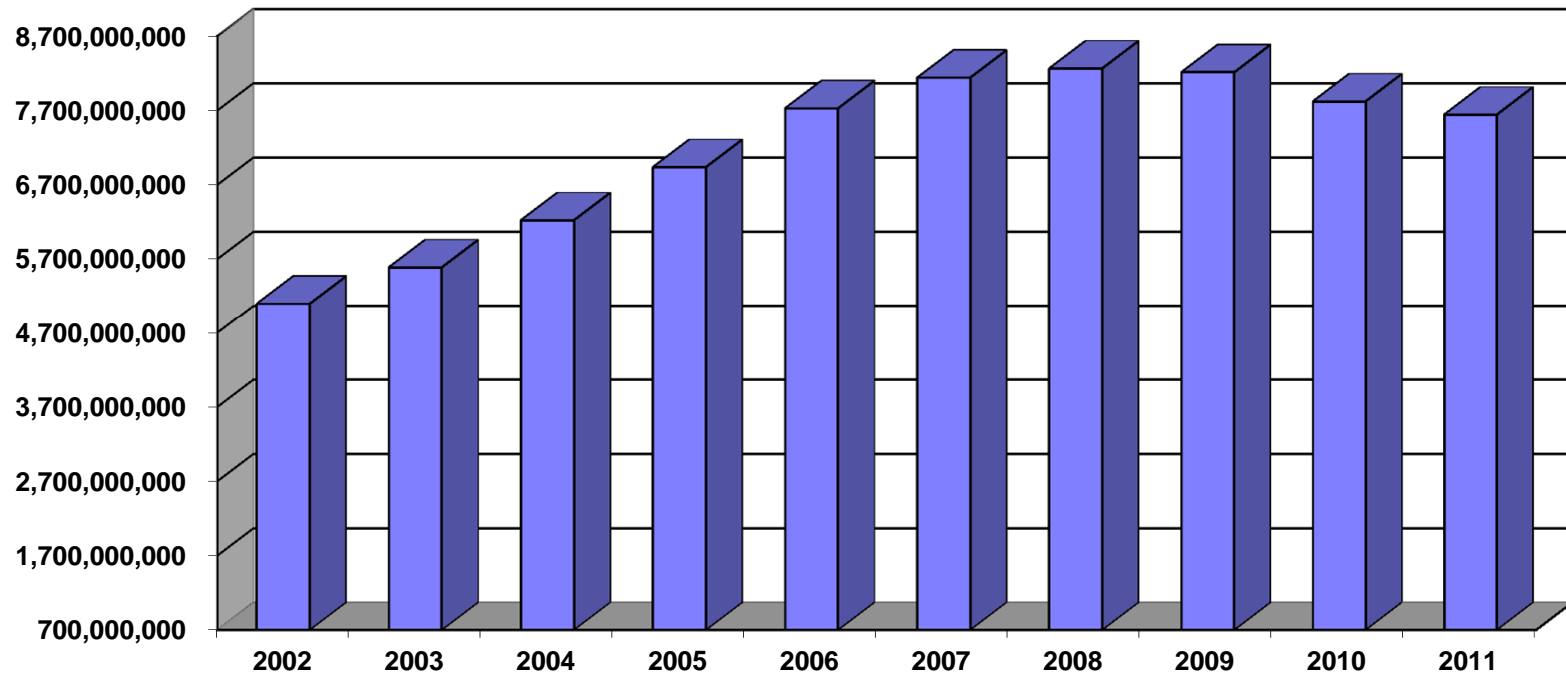
Authority for School Levies

Basic Formula for Calculating Revenue

2012 PAY 2013 REFERENDUM MARKET VALUE ANALYSIS

2.3% decrease—state average 2.6% decrease

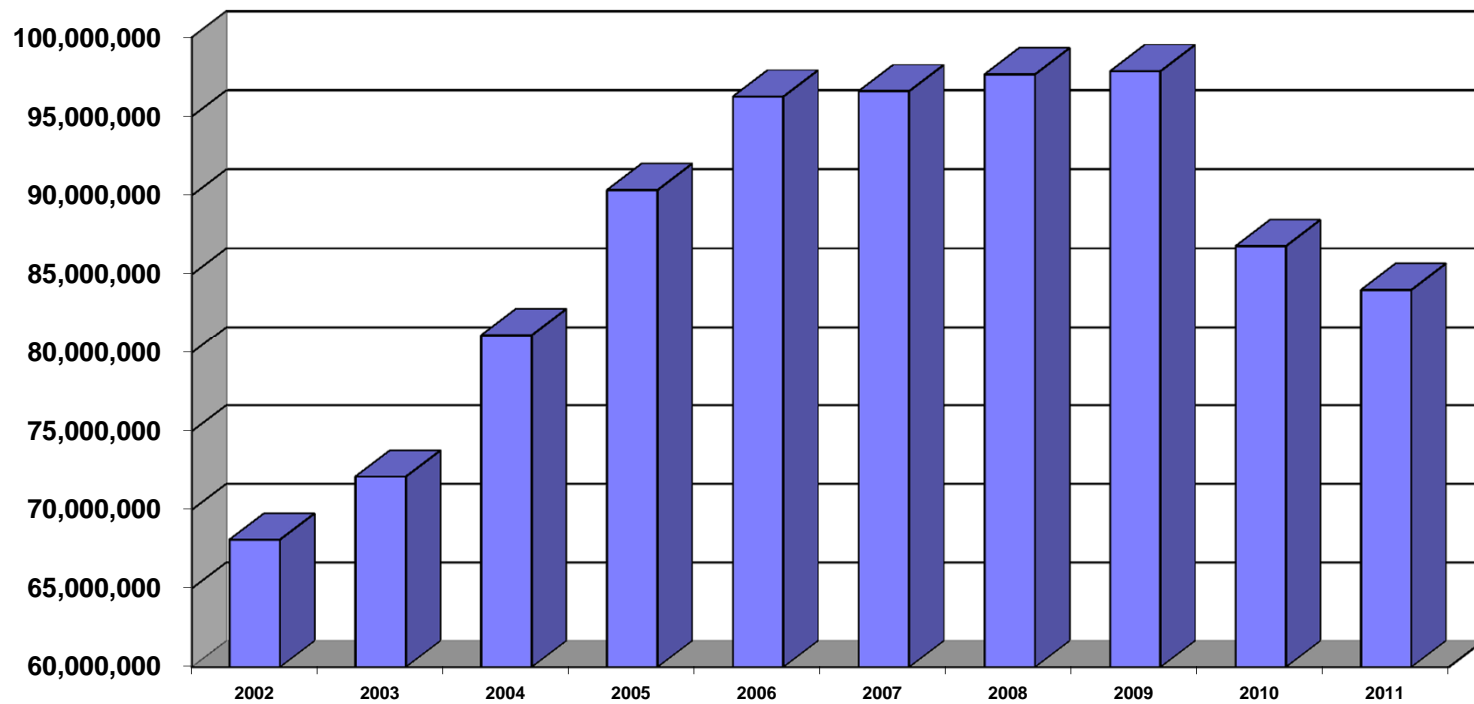
12 PAY 13 LEVY LIMITATION
REFERENDUM MARKET VALUE ANALYSIS



2012 PAY 2013 ADJUSTED NET TAX CAPACITY ANALYSIS

3.2% decrease—state average 1.7% decrease

12 PAY 13 LEVY LIMITATION
ADJUSTED NET TAX CAPACITY ANALYSIS



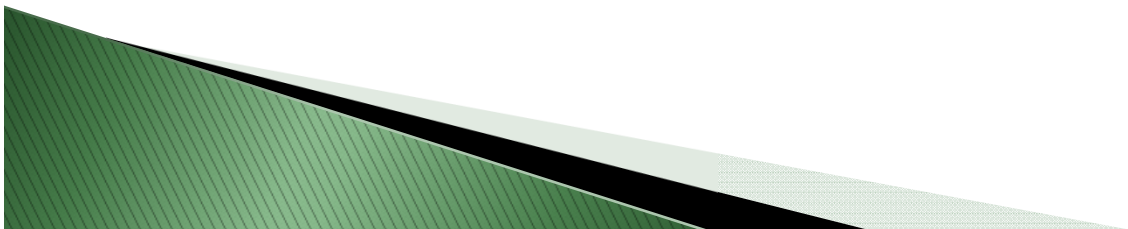
FACTORS IMPACTING TAX CHANGE

- ▶ Issues Driven by State Level Decisions
 - Change in levies determined by state formula
 - Change in sales ratio (Impacting ANTC)
 - Laws mandating code compliance (Health & Safety)
- ▶ Issues Determined by District Voters
 - Voter approved bond referendum
 - Voter approved excess levy referendum
 - Voter approved capital technology referendum
- ▶ Local Factors
 - Inflationary pressure on real estate market
 - Abatements
 - Property improvements not previously taxed
 - Change in individual assessed market value
 - Possible change in classification (i.e.. homestead to rental)



WHAT IS INCLUDED IN THE SCHOOL DISTRICT LEVY CERTIFICATION?

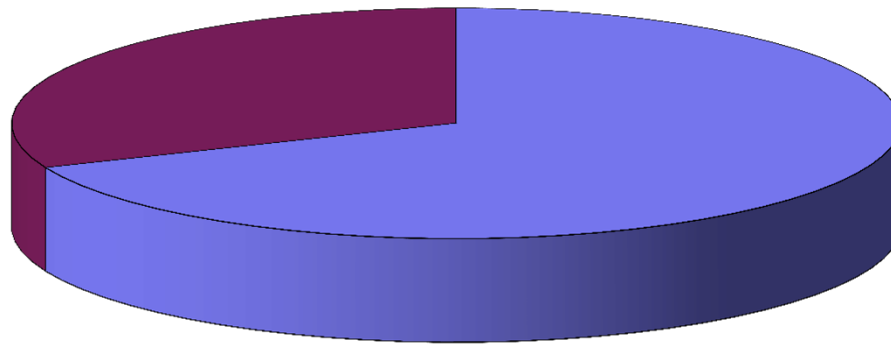
- ▶ Voter approved referendums
 - Levy, bond, and capital technology
- ▶ Levies set by state formula
 - equity, operating capital, transition, community service
- ▶ Levies authorized by the state based on local need
 - reemployment, crime, career & technical, health & safety, facility leases, integration, deferred maintenance and extended day disabled



2012 PAY 2013 LEVY LIMITATION ANALYSIS

12 PAY 13 LEVY LIMITATION ANALYSIS

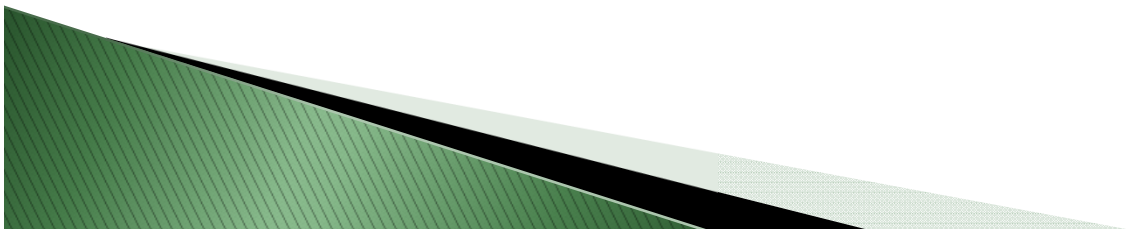
Other Local Levies
31%



Voter Approved
69%

FACTORS CONTRIBUTING TO THE LEVY CHANGE

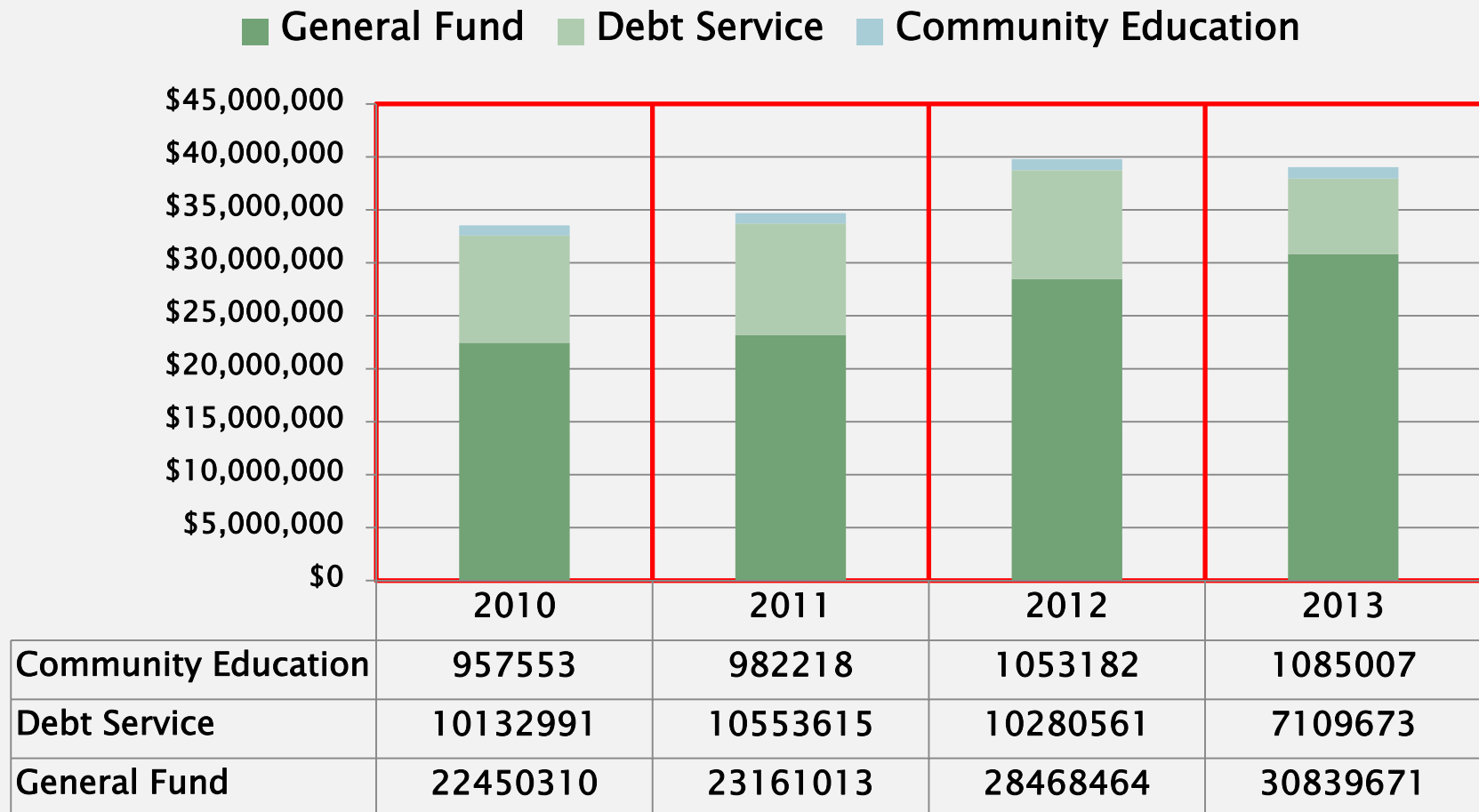
- ▶ First year of the ten year alternative facilities plan
- ▶ Bond refinancing
- ▶ Bond payoff/retirement
- ▶ Enrollment growth
- ▶ Prior year adjustments for enrollment growth, abatements, and cooperative leases



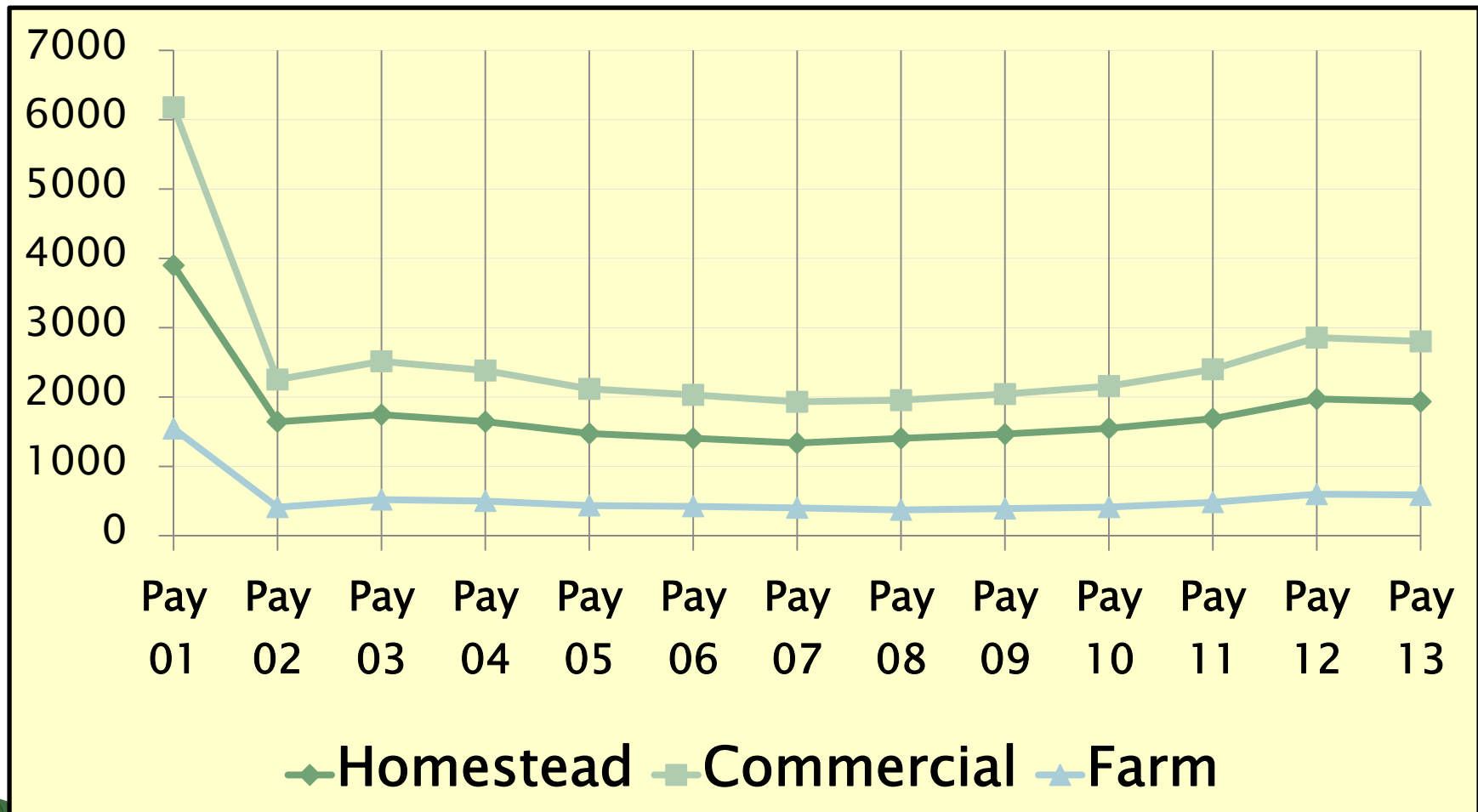
2012 PAY 2013 FINAL LEVY CERTIFICATION

	2007 LEVY For 2008-09	2008 LEVY For 2009 -10	2009 LEVY For 2010-11	2010 LEVY For 2011-12	2011 LEVY For 2012-13	2012 LEVY For 2013-14
Voter Approved Levies						
<i>Referendum Levy</i>	\$14,371,140	\$14,891,015	\$15,677,414	\$15,379,970	\$16,241,981	\$15,901,024
<i>Capital Technology Levy</i>	1,000,000	1,000,000	1,000,000	1,000,000	4,500,000	4,638,103
<i>Debt Service (Fund 7)</i>	9,180,972	9,946,805	10,132,991	10,553,615	10,280,561	6,277,590
	\$24,552,112	\$25,837,820	\$26,810,405	\$26,933,585	\$31,022,542	\$26,816,716
Other Levies						
<i>Equity Revenue</i>	426,090	733,923	769,698	478,741	631,613	660,348
<i>Operating Capital</i>	1,836,934	1,858,605	1,934,405	1,944,979	1,817,230	1,764,829
<i>Alt. Comp</i>	-	1,174,701	735,882	749,816	765,568	771,002
<i>Integration</i>	239,229	238,038	234,105	220,214	278,817	314,657
<i>Reemployment</i>	40,173	-43,334	41,597	92,928	253,733	100,000
<i>Safe Schools</i>	361,566	370,728	376,726	388,207	395,394	398,292
<i>Career & Technical</i>	31,497	31,497	31,497	31,497	52,219	44,782
<i>OPEB</i>	-	-	-	856,076	704,323	663,811
<i>Health/Safety</i>	612,881	679,947	545,055	807,896	497,439	306,813
<i>Alternative Facilities/Def Maint</i>	542,348	-547,864	500,000	885,412	1,730,064	4,218,529
<i>Levy for lease</i>	345,835	347,949	317,341	303,712	509,361	609,716
<i>LCTS</i>	-	50,554	50,554	50,554	0	0
<i>Other</i>	42,806	34,681	236,036	-28,988	90,721	1,279,849
<i>Community Service (Fund 4)</i>	\$892,694	\$938,668	\$957,553	\$982,218	\$1,053,182	\$1,085,007
	\$5,372,053	\$5,868,094	\$6,730,449	\$7,763,262	\$8,779,666	\$12,217,634
Total	\$29,924,165	\$31,705,914	\$33,540,854	\$34,696,847	\$39,802,207	\$39,034,351

LEVY CERTIFICATION ANALYSIS



Change in District Property Taxes 2001-2013

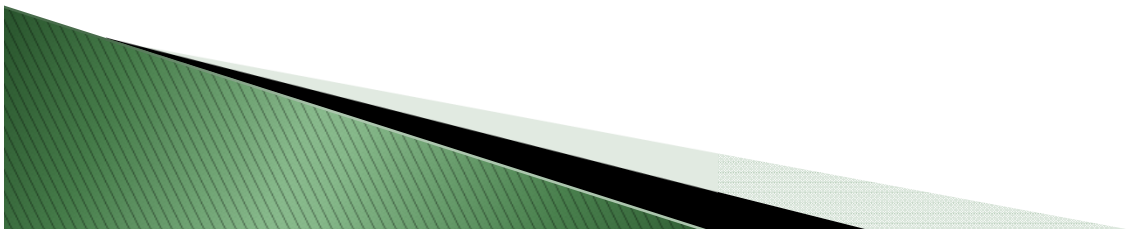


ESTIMATED ANNUAL TAX IMPACT OF FINAL 2012 PAY 2013 LEVY

Property Value With A Sample Decrease of 3%

❖ \$250,000	– \$2
❖ \$350,000	– \$3
❖ \$450,000	– \$4
❖ \$550,000	+\$30

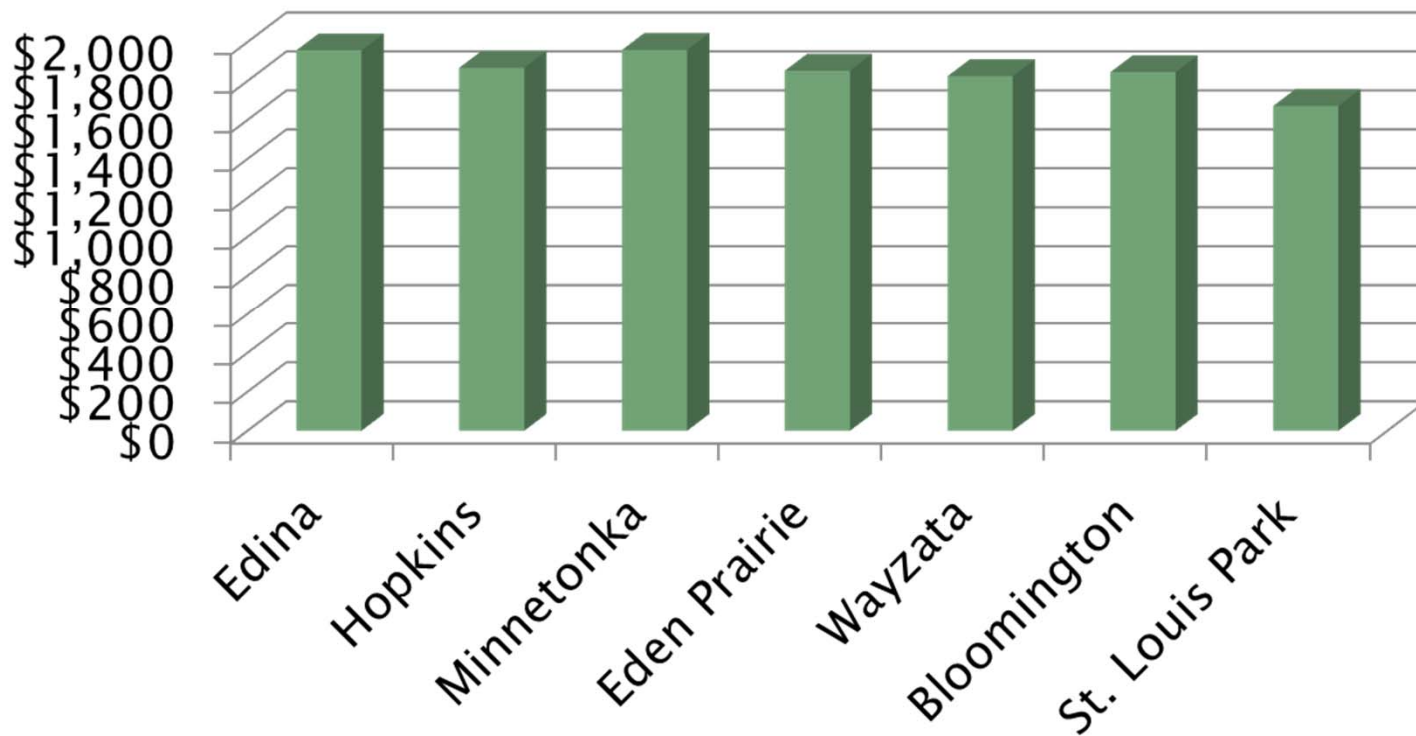
- ❖ Values chosen were selected by Hennepin County staff under the assumption that they reflect a typical value range in ISD 273.



SCHOOL DISTRICT TAX COMPARISON

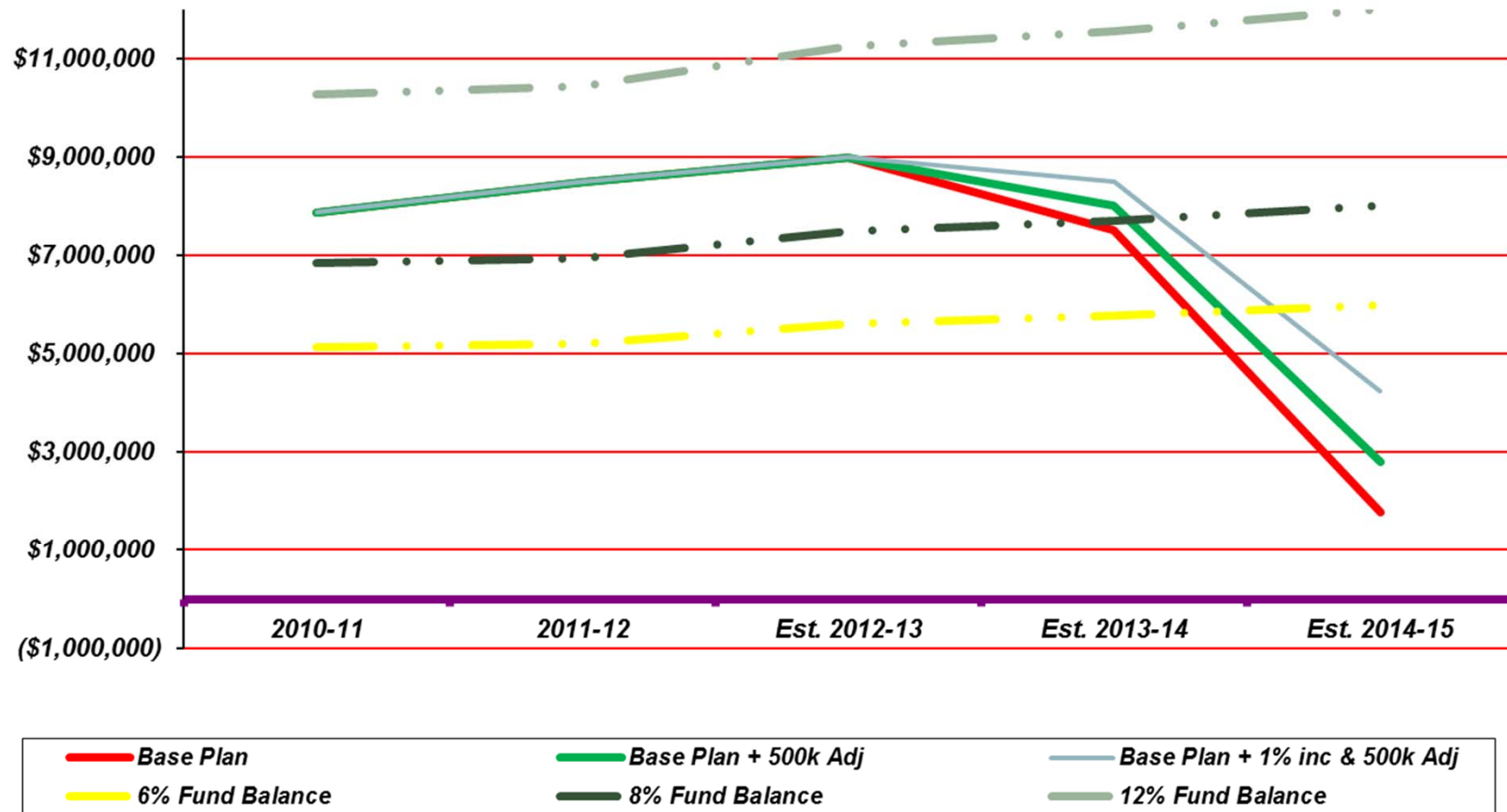
Information from Hennepin County based on school district tax by city

Tax Impact



Undesignated Unreserved Fund Balance

(includes the 2% committed for cash flow)



Note: 1% change in general ed

12/21/2012

Edina Public Schools



Questions

