
Final 2018 Payable 2019 Levy Certification

December 17, 2018

Agenda

- Tax Levy Calendar
- Basic School Funding
- Factors Contributing to Levy Change
- Levy Certification 2018 pay 2019
- 2018-19 Budget – part of the regular Board meeting agenda

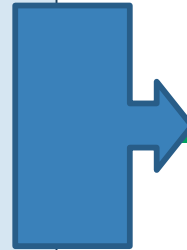
TAX LEVY CALENDAR

- September Certify Proposed Levy (1)
 - November County mails levy notices to property owners
(*does not include election results*)
 - December Public hearing as part of regular board meeting
 - December Certify final tax levy (2)
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- (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

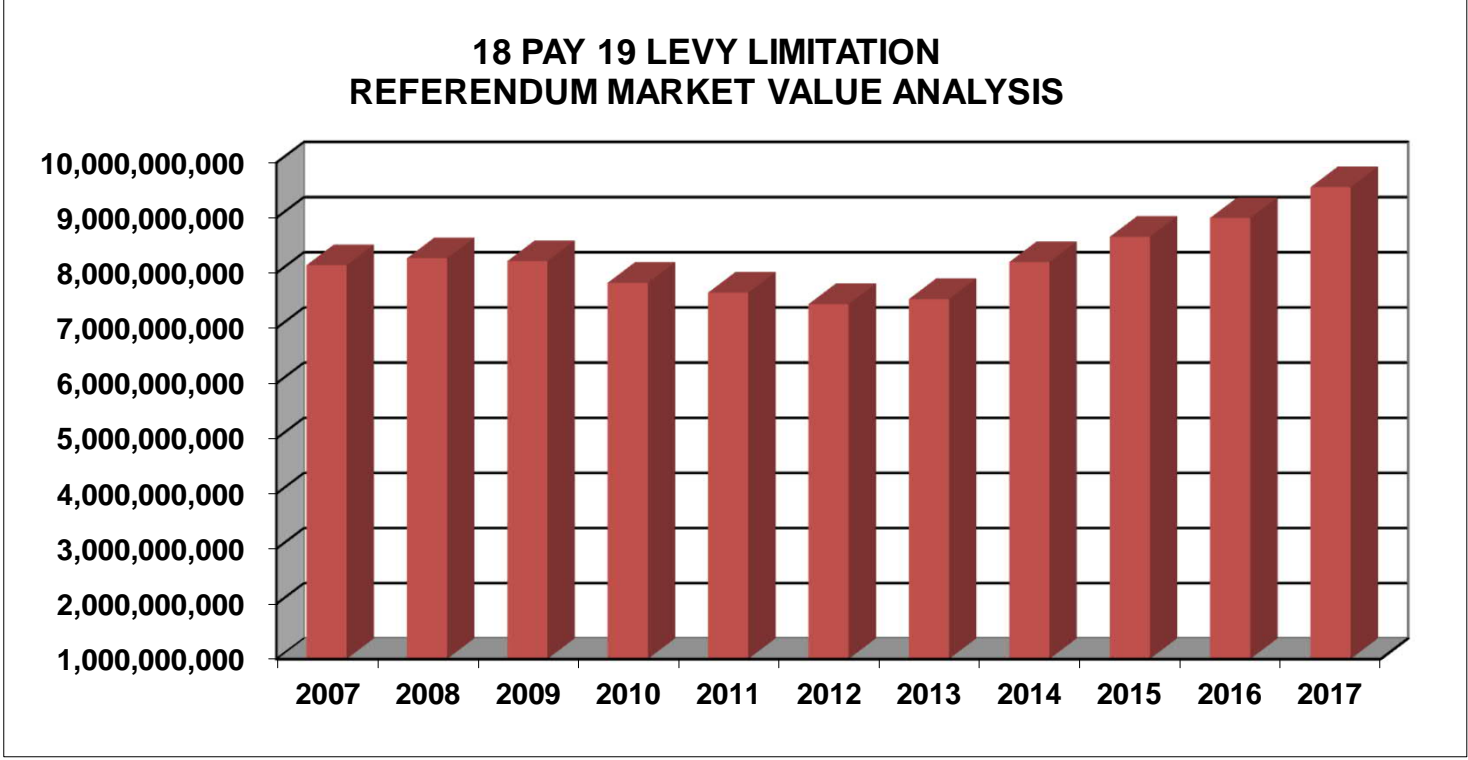


Authority for School Levies

Basic Formula for Calculating Revenue

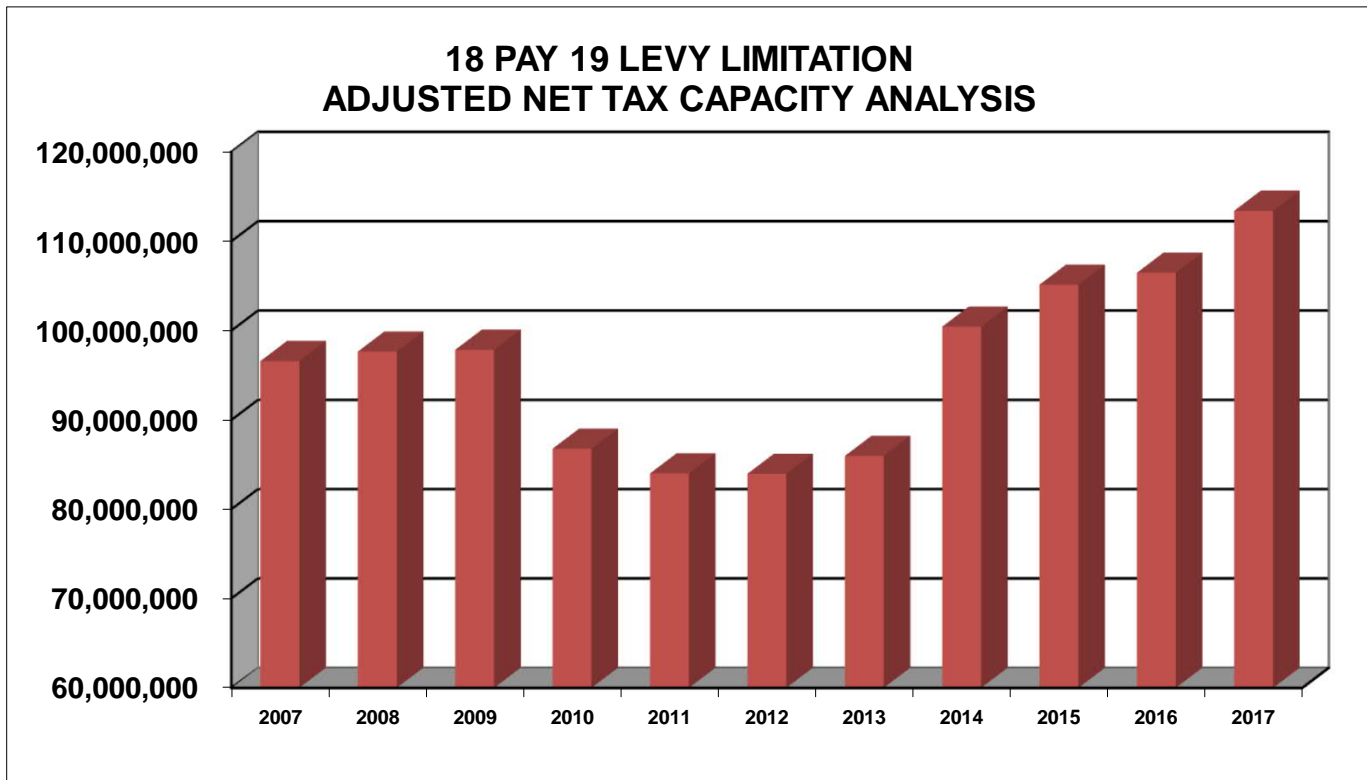
2018 PAY 2019 REFERENDUM MARKET VALUE ANALYSIS

6.2% increase-state average 5.58% increase



2018 PAY 2019 ADJUSTED NET TAX CAPACITY ANALYSIS

6.5% increase-state average 5.59% increase



WHAT IS INCLUDED IN THE SCHOOL DISTRICT LEVY CERTIFICATION?

- **Voter approved referendums**

- Levy, bond, and capital technology

- **Levies set by state formula**

- Operating capital, transition, community service

- **Levies authorized by the state based on local need**

- Reemployment, safe schools/crime, career & technical, facility leases, integration, long term facilities maintenance, extended day disabled and abatements

FACTORS CONTRIBUTING TO THE LEVY CHANGE

- Property value increases +1.1%
- Legislative formula changes +.2%
- Enrollment & inflationary changes +.2%
- Prior year adjustments +1.4%
- Long Term Facilities Maintenance -.4%
- Debt Service increase +.7%

MDE estimate for statewide school district 2018 Pay 2019 levy increase is 6.4%

2018 PAY 2019 FINAL LEVY CERTIFICATION

	2014 LEVY	2015 LEVY	2016 LEVY	2017 LEVY	2018 LEVY
	For 2015-16	For 2016-17	For 2017-18	For 2018-19	For 2019-20
Voter Approved Levies					
<i>Referendum Levy</i>	\$13,029,843	\$12,760,234	\$12,505,695	\$17,047,556	\$17,327,578
<i>Capital Technology Levy</i>	4,587,812	5,061,998	5,344,774	5,300,000	5,914,554
<i>Debt Service (Fund 7)</i>	6,803,594	14,462,927	15,396,713	15,089,280	15,894,979
	\$24,421,249	\$32,285,158	\$33,247,183	\$37,436,835	\$39,137,111
Other Levies					
<i>Equity Revenue</i>	1,082,131	1,041,991	851,373	745,323	724,252
<i>Location Equity</i>	3,955,581	3,952,104	3,973,728	3,981,784	3,864,662
<i>Student Achievement (Gen Ed)</i>	283,731	301,354	147,222	0	0
<i>Operating Capital</i>	1,386,852	1,593,930	1,132,504	997,510	1,123,200
<i>Alt. Comp</i>	777,407	771,940	784,264	787,700	805,853
<i>Integration</i>	298,444	336,719	304,806	325,487	358,200
<i>Reemployment</i>	17,494	9,574	22,237	36,636	18,331
<i>Safe Schools</i>	470,020	474,045	503,417	475,242	465,312
<i>Career & Technical</i>	68,539	52,990	62,309	129,954	106,364
<i>OPEB</i>	782,287	665,079	796,107	767,660	912,079
<i>Health/Safety</i>	238,164	-14,160	-39,846	-3,994	0
<i>Alternative Facilities/Def Maint</i>	6,921,785	0	0	0	0
<i>Long Term Facilities Maintenance</i>	0	7,673,351	8,765,577	7,085,198	6,857,801
<i>Levy for lease</i>	827,911	789,140	609,048	615,825	808,557
<i>LCTS</i>	0	0	0	0	0
<i>Other</i>	274,730	65,611	-288,189	263,334	161,884
<i>Community Service (Fund 4)</i>	\$1,158,391	\$1,189,444	\$1,119,656	\$1,073,814	\$1,116,184
	\$18,543,468	\$18,903,112	\$18,744,213	\$17,281,475	\$17,322,678
Total	\$42,964,717	\$51,188,271	\$51,991,396	\$54,718,310	\$56,459,789

History of Levy Certification Changes

Year	Total % Increase Over Prior Year	Net % Increase over Prior Year without Voter Approved Changes
2011 Pay 2012	14.71%	4.63%
2012 Pay 2013	-1.24%	-1.24%
2013 Pay 2014	1.65%	1.65%
2014 Pay 2015	7.50%	7.50%
2015 Pay 2016	19.14%	2.70%
2016 Pay 2017	1.54%	1.54%
2017 Pay 2018	5.24%	-1.70%
2018 Pay 2019	3.18%	3.18%
Average Increase	6.47%	2.28%

Estimated Annual Tax Impact Preliminary 2018 Pay 2019 Levy

Market Value	Tax Impact with No Change in Market Value	Market Value with Average 5.4% Increase	Tax Impact with 5.4% Change in Market Value
\$250,000	-\$38	\$263,403	\$34
\$400,000	-\$62	\$421,445	\$52
\$509,200	-\$79	\$536,500	\$61
\$700,000	-\$111	\$737,529	\$111
\$1,000,000	-\$161	\$1,053,614	\$156

❖ Per City of Edina - median ISD #273 home value for 2017 = \$509,200 and 2018 = \$536,500