

2022 PAY 2023 TRUTH IN TAXATION HEARING

7:00P.M.

December 12, 2022

District Board Room

Maple Lake High School

Maple Lake, MN 55358

MINNESOTA STATE LAW REQUIRES:


A Public Meeting...

- ▶ Between November 24th & December 30th
- ▶ After 6:00 p.m.
- ▶ May be part of regularly scheduled meeting
- ▶ Must allow for public comments

...and Presentation of:

- ▶ Current year budget
- ▶ Prior year actual revenue & expenditures
- ▶ Proposed property tax levy including % increase
- ▶ Specific purposes & reasons taxes are being increased

HEARING AGENDA

- ▶ Fund Account Overview
 - ▶ Budget Overview
 - ▶ Key Steps in the Process
 - ▶ School District Levy Cycle
 - ▶ Breakout of Levy
 - ▶ Changes in Proposed Property Tax Levy
 - ▶ How are the Taxes Spent?
 - ▶ Public Comments & Questions
- 

FUND ACCOUNT OVERVIEW

FUND 1

GENERAL FUND

- General Instruction and Related Expenses
- Extra-Curricular Activities
- Federal and State Instructional Programs
- Repair and Maintenance of Buildings & Grounds

TRANSPORTATION OPERATIONS

- Transportation of Students to and from School

CAPITAL EXPENDITURES

- Building Improvements
- Equipment Purchases
- Health and Safety Expenditures
- Long-Term Facilities Maintenance Projects



FUND ACCOUNT OVERVIEW

FUND 2

FOOD SERVICE

School Lunch Program

FUND 4

COMMUNITY SERVICE FUND

Early Childhood Family Education Programs

Preschool and Enrichment Programs

Adult Continuing Education Classes

Youth and Adult Recreation Programs

Before and After School Programs

FUND 7

DEBT SERVICE FUND

Repayment of Bond Principal and Interest

FUND 8

TRUST FUND

Award of Scholarships for Students



FUND ACCOUNT OVERVIEW

- ▶ Fund 45 Opeb Trust Fund
 - ▶ Retiree Health Benefits
- ▶ Fund 47 Opeb Debt Service
 - ▶ Repayment of Bond principal and interest for Opeb bonds





Division of School Finance
400 NE Stinson Blvd.
Minneapolis, MN 55413

District Revenues and Expenditures Budget for Fiscal Year (FY) 2022 and FY 2023

ED-00110-45

General Information: Minnesota Statutes 2021, section 123B.10, requires that every school board shall publish the subject data of this report.

District Name:		Independent School District #881					District Number:		0881-01
Fund	FY 2022 Beginning Fund Balances	FY 2022 Actual Revenues and Transfers In	FY 2022 Actual Expenditures and Transfers Out	June 30, 2022 Actual Fund Balances	FY 2023 Budget Revenues and Transfers In	FY 2023 Budget Expenditures and Transfers Out	June 30, 2023 Projected Fund Balances		
General Fund/Restricted	\$ 946,307	\$ 576,339	\$ 586,579	\$ 936,067	\$ 559,779	\$ 677,480	\$ 818,366		
General Fund/Other	\$ 2,998,023	\$ 10,242,565	\$ 10,494,147	\$ 2,746,441	\$ 9,958,321	\$ 10,340,276	\$ 2,364,486		
Food Service Fund	\$ 106,654	\$ 763,279	\$ 591,331	\$ 278,601	\$ 638,225	\$ 577,408	\$ 339,418		
Community Service Fund	\$ 376,339	\$ 566,674	\$ 547,781	\$ 395,233	\$ 463,543	\$ 566,177	\$ 292,599		
Building Construction Fund	\$ 685,755	\$ 719,319	\$ 238,160	\$ 1,166,915	\$ 150	\$ 772,500	\$ 394,565		
Debt Service Fund	\$ 240,268	\$ 1,491,219	\$ 1,483,725	\$ 247,762	\$ 1,172,912	\$ 1,161,500	\$ 259,174		
Trust Fund	\$ 18,451	\$ 17,674	\$ 21,970	\$ 14,155	\$ 9,000	\$ 9,000	\$ 14,155		
Internal Service Fund	\$ -			\$ -			\$ -		
* OPEB Revocable Trust Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
OPEB Irrevocable Trust Fund	\$ 860,873	\$ (1,919)	\$ 95,008	\$ 763,947	\$ 28,500	\$ 69,354	\$ 723,093		
OPEB Debt Service Fund	\$ 73,706	\$ 1,187	\$ -	\$ 74,894	\$ -	\$ -	\$ 74,894		
Total - All Funds	\$ 6,306,376	\$ 14,376,339	\$ 14,058,700	\$ 6,624,014	\$ 12,830,430	\$ 14,173,695	\$ 5,280,749		
Long-Term Debt		Current Statutory Operating Debt per Minnesota Statutes 2021, section 123B.81							
Outstanding July 1, 2021	\$ 6,205,000	Amount of General Fund Deficit, if any, in excess of 2.5% of expenditures 06/30/2022					\$ -		
Plus: New Issues	\$ 715,000								
Less: Redeemed Issues	\$ 1,345,000	Cost per student - Average Daily Membership (ADM) 06/30/2022							
Outstanding June 30, 2022	\$ 5,575,000								
Short-Term Debt		Total Operating Expenditures					\$ 11,834,898.64		
Certificates of Indebtedness	\$ -	FY 2022 Total ADM Served + Tuitioned Out ADM + Adjusted Extended ADM					810.12		
Other Short-Term Indebtedness	\$ -	FY 2022 Operating Cost per ADM					\$ 14,608.82		

The complete budget may be inspected upon request to the superintendent.

Comments:

FY 22 are final audited numbers. The FY23 budget was adopted May 9, 2022 a revised again in December or January.

BUDGET OVERVIEW

REVENUES

	Audited 2021-2022	Budgeted 2022-2023	
REVENUES:			
General Fund	10,818,904	10,518,100	-2.8%
Food Service Fund	763,279	638,225	-16.4%
Community Service Fund	566,674	463,543	-18.2%
Construction Fund	719,319	150	-99.9%
Debt Service Fund	1,491,219	1,172,912	-21.3%
Trust (Scholarship) Fund	17,674	9,000	-49.08%
Opeb Trust/Debt	(731)	28,500	3798.76%
TOTAL REVENUE	\$14,376,339	\$12,830,430	-10.8%


BUDGET OVERVIEW

Expenditures

	Audited 2021-2022	2022-2023	
EXPENDITURES:			
General Fund	11,080,725	11,017,756	-1.0%
Food Service Fund	591,331	577,408	-2.3%
Community Service Fund	547,781	566,177	3.3%
Construction Fund	238,160	772,500	224.36%
Debt Service Fund	1,483,725	1,161,500	-21.7%
Trust (Scholarship) Fund	21,970	9,000	-59.0%
Opeb Trust/Debt	95,008	69,354	-27.0%
TOTAL REVENUE	\$14,058,700	\$14,173,695	.8%

MINNESOTA SCHOOL DISTRICT PROPERTY TAXES

➤ **KEY STEPS IN THE PROCESS**

- Step 1 The County Assessor determines the estimated market value for each parcel of property in the county
 - Step 2 The Legislature sets the formulas for tax capacity
 - Step 3 The County Auditor calculates the tax capacity for each parcel of property in the county as well as the total tax capacity for each school district
 - Step 4 The Legislature sets the formulas which determine school district levy limits
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MINNESOTA SCHOOL DISTRICT PROPERTY TAXES

- Step 5** The Minnesota Department of Education calculates detailed levy limits for each school district, based on the formulas approved by the Legislature.
- Step 6** The School Board adopts a proposed levy in September, based on limits set in Step 5. After a public hearing, the board adopts a final levy in December.
- Step 7** The County Auditor divides the final levy (step 6) by the district's total tax capacity (step 3) to determine the tax rate needed to raise the proper levy amount. The auditor then multiplies this tax rate times each property's tax capacity, to determine the school tax for that property.

TAX LEVY CALENDAR

July, 2022

Set dates and location of levy hearing

September, 2022

Certify proposed levy (1)

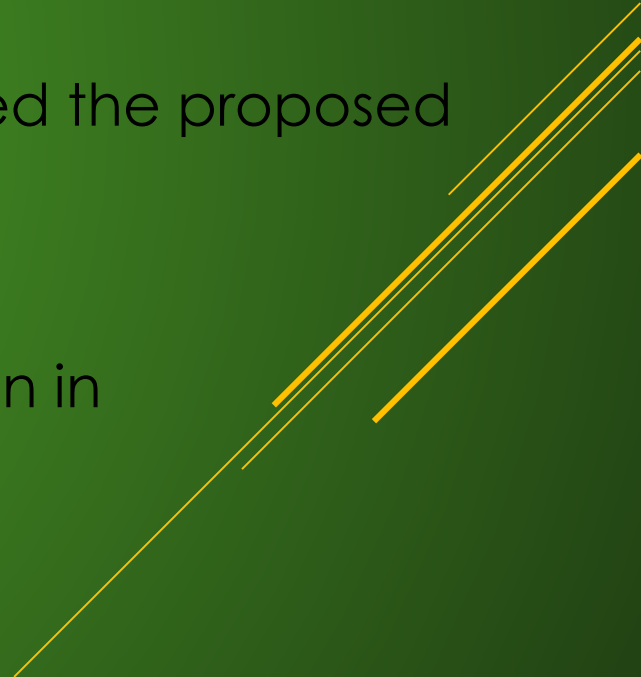
November, 2022

County mails levy notices to property owners

December, 2022

Public hearing on levy Certify final tax levy (2)

TAX LEVY CALENDAR

- (1) Except for new voter approved tax levies (at the November election), the final levy cannot exceed the proposed levy certified in September
 - (2) The certification of the levy in December is the culmination of a five month process which began in August
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DETAIL BREAKOUT OF LEVY

	2021 Pay 2022 Levy	2022 Pay 2023 Levy
General Fund		
General Referendum	510,716.70	624,335.78
Local Optional	547,393.36	525,435.56
Equity	87,800.27	105,238.10
Abatement	6,667.26	445.70
Re-employment	7811.47	-24399.40
Safe Schools	30,609.36	28,052.28
Career & Tech	38,839.36	38,287.35
Other Post Employment benefits	0.00	41,853.00
Disabled Access Levy	150,000.00	150,000.00
Long-Term Facilities Maintenance	114,884.18	117,968.38
Building/Land Lease	33,248.53	109,704.05
Qcomp Levy	68,156.72	71,392.49
Operating capital	<u>79,392.29</u>	<u>79,607.238</u>
TOTAL GENERAL FUND	1,675,519.50	1,867,920.52

DETAIL BREAKOUT OF LEVY

	2021 Pay 2022 Levy	2022 Pay 2023 Levy
Community Service		
Basic Community Education	42,855.14	42,855.14
Early Childhood Family Education	19,276.18	19,978.88
Home Visiting	632.14	657.72
Extended Day – Disabled	18,011.45	20,025.15
Abatement Adjustment	<u>285.63</u>	<u>-24.38</u>
TOTAL COMMUNITY SERVICE FUND	81,060.54	83,492.51

DETAIL BREAKOUT OF LEVY

	2021 Pay 2022 Levy	2022 Pay 2023 Levy
Debt Service		
Initial Debt Service	1,051,442.79	1,054,934.37
Reduction for Debt Service	-46,906.52	-67,157.37
LTFM Debt Service	<u>111,142.61</u>	<u>115,038.48</u>
Total Debt Service	1,115,678.88	1,102,815.48
TOTAL LEVY	2,872,258.92	3,054,228.51

CHANGE IN PROPOSED SCHOOL PROPERTY TAX LEVY

	2022 Levy	2023 Levy	Change
Property Taxes Determined By Legislation:			
General Fund	1,675,519.50	1,867,920.52	11.48%
Community Service Fund	81,060.54	83,492.51	3.00%
Debt Service Fund	1,115,678.88	1,102,815.48	-1.15%
Percent Increase (Decrease)	2,872,258.92	3,054,228.51	6.34%



Wright County Taxpayer Services
 3658 Braddock Ave NE, Suite 1400
 Buffalo, MN 55413-3673
 (763) 682-7574 or (763) 682-7577
 www.co.wright.mn.us

000000011000



Property ID#: 110-045-002040

Property Description:
 Sect-35 Twp-121 Range-027
 HAPPY KNOLL ESTATES 1ST ADDN
 Lot-004 Block-002

PROPOSED TAXES 2023

THIS IS NOT A BILL. DO NOT PAY.

Step	VALUES AND CLASSIFICATION		
1	Taxes Payable Year	2022	2023
	Estimated market value:	\$112,200	\$145,808
	Homestead exclusion:	\$0,150	\$0,000
	Other exclusion:		
	Taxable market value:	\$112,050	\$145,808
	Class:	RES-HMSTD	RES-HMSTD
Step 2	PROPOSED TAX		
	Property Taxes before credits:	\$4,995.00	
	School building bond credit:	\$0.00	
	Agriculture market value credit:	\$0.00	
	Other credits:	\$0.00	
	Property Taxes after credits:	\$4,995.00	
Step 3	PROPERTY TAX STATEMENT Coming in 2023		
<p>The time to provide feedback on PROPOSED LEVIES is NOW It is too late to appeal your value without going to Tax Court.</p>			

Proposed Property Taxes and Meetings by Jurisdiction for Your Property

Contact Information	Meeting Information	Actual 2022	Proposed 2023
County - WRIGHT COUNTY 3658 BRADDOCK AVE NE, BUFFALO PROPERTY TAX QUESTIONS: 763-682-7574 OR 763-682-7577	DEC 14 AT 6:00 PM COUNTY BOARD ROOM GOV CENTER 3658 BRADDOCK AVE NE, BUFFALO EMAIL BUDGET QUESTIONS TO: BUDGET@CO.WRIGHT.MN.US	\$ 1,325.24	\$ 1,278.58
City or Township - CITY OF MAPLE LAKE 10 MAPLE AVE S, PO BOX 767 MAPLE LAKE MN 55358 PHONE: 320-863-3611	DEC 8 AT 7:00 PM MAPLE LAKE CITY HALL COUNCIL CHAMBERS 10 MAPLE AVE S MAPLE LAKE MN 55358	1,884.19	2,421.13
School District - MAPLE LAKE ISD 681 Voter Approved Levies Other Local Levies MAPLE LAKE ISD 681 200 HIGHWAY 55 E MAPLE LAKE MN 55358 PHONE: 320-863-3171	DEC 12 AT 7:00 PM MAPLE LAKE HIGH SCHOOL BOARD ROOM 200 HIGHWAY 55 E MAPLE LAKE MN 55358	520.84 778.73	534.14 761.23
Special Taxing Districts Tax Increment Tax	NO MEETING NO MEETING	N/A .00	N/A .00
TOTAL excluding special assessments		\$ 4,518.00	\$ 4,696.00 4.1%

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HOW ARE YOUR 2022 LOCAL SCHOOL PROPERTY TAXES SPENT?

General Fund

61%

Levy to operate the district, as well as Transportation, Equipment, Facilities, and Health & Safety/LTFM

Community Education

3%

Levy for Community Education Programs

Debt Service

36%

Levy for repayment of principal and interest on district debt

Total Levy

100%



QUESTIONS?

Mike Rowe, Superintendent of Schools
320-963-3114

Kristi Anderson, Finance Manager
320-963-7491

