



# Revenue Neutral Rate and 2023-24 Budget Process

July 10, 2023  
Board of Education

# Revenue Neutral Rate

- In 2021 the Kansas Legislature passed Senate Bill 13.
- SB 13 requires that a Revenue Neutral Rate (RNR) be calculated for all property tax levies.
- The RNR is the mill levy needed in the upcoming tax year to raise the same tax revenue as the previous tax year.
- The RNR is intended to help taxpayers understand how changes in their property valuation and mill levy rates work together to determine the actual property tax to be paid.

# Revenue Neutral Rate

- June 15 – County Clerk notifies district of RNR

Fund	FY23 Levy	Tax Collected	RNR
General	20.000	\$13,786,310	17.875
Local Option	12.523	\$9,344,695	11.229
Cost of Living	3.02	\$2,253,532	2.708
Capital Outlay	8.000	\$6,052,844	7.124
Bond and Interest	17.934	\$13,382,448	16.081
Special Assessment	0.196	\$146,255	0.176
Totals	61.673	\$44,966,084	55.193

# Revenue Neutral Rate

- July 20 – District notifies County Clerk of projected tax rate if exceeding the RNR. This becomes the maximum tax rate allowed.

Fund	FY 23 Levy	RNR	Maximum FY 24 Levy	Maximum Tax Collection	Change
General	20.000	17.875	20.000	\$15,405,005	\$1,618,695
Local Option	12.523	11.229	11.776	\$ 9,788,574	\$ 443,879
Cost of Living	3.02	2.708	3.510	\$ 2,917,659	\$ 664,127
Capital Outlay	8.000	7.124	8.000	\$ 6,788,846	\$ 736,002
Bond and Interest	17.934	16.081	17.801	\$14,796,646	\$1,414,198
Special Assessment	0.196	0.176	0.225	\$ 187,178	\$ 40,923
Totals	61.673	55.193	61.312	\$49,883,908	\$4,917,824

# Revenue Neutral Rate

- After July 20 – County Clerk notifies individual taxpayers of proposed tax levies.

# Budget Timeline

- August 7, 2023 – USD 232 Board of Education approves 2023-24 budget for publication and the intent to exceed the RNR, if applicable.
- September 11, 2023 – Board holds public hearings for the Revenue Neutral Rate and the 2023-24 budget.
- September 11, 2023 – Board considers the district needs assessment as required by HB 2567.
- September 11, 2023 – Board approves a resolution to exceed the RNR (must be a roll call vote), a resolution to adopt the LOB percentage and approves the 2023-24 budget.