

# Truth in Taxation 2023 Payable 2024 Levy

December 4, 2023



**CENTENNIAL**  
SCHOOL DISTRICT 12

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CONNECTING. ACHIEVING. PREPARING.

# TNT Requirements

- ☐ **Must be a public meeting after November 24 and no later than December 28 and held at 6:00pm or later**
- ☐ **Levy may be adopted at same meeting; must adopt final levy by December 28**
- ☐ **Agenda Items**
  - ☐ **Budget**
  - ☐ **Levy**
  - ☐ **Public Comment**

The background features a gradient from bright red on the left to dark blue on the right. Several semi-transparent rectangular blocks are layered across the image, creating a sense of depth. A white diagonal line runs from the bottom left towards the middle right.

# Budget

# Budget Funds and Account Groups

## Governmental Operating Funds

- General Fund (Includes Restrictions; Student Activities, Operating Capital, Long-Term Facilities Maintenance, Etc.)
- Special Revenue Fund (Food Service, Community Services)

## Governmental Non-Operating Funds

- Building Construction Fund
- Debt Service Fund
- Post-Employment Benefits Debt Service Fund

## Fiduciary Funds

- Trust Fund
- Custodial Fund
- Post-Employment Benefits Irrevocable Trust Fund(OPEB)

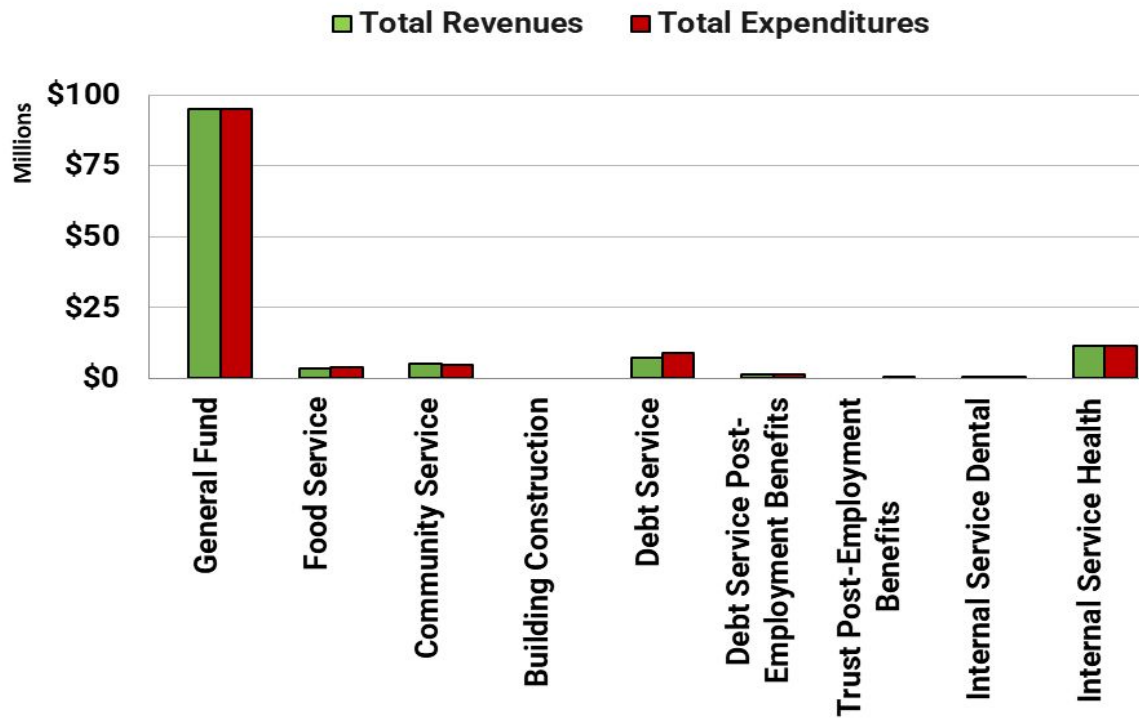
## Proprietary Funds

- Internal Service Fund (Health & Dental Self Insurance)
- Post-Employment Benefits Revocable Trust Fund

## Account Groups

- General Fixed Asset Group
- General Long-Term Debt Group

# 2023-2024 Adopted Budget



**\$125M**

Total Revenues

**\$127M**

Total Expenditures

**75%**

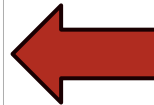
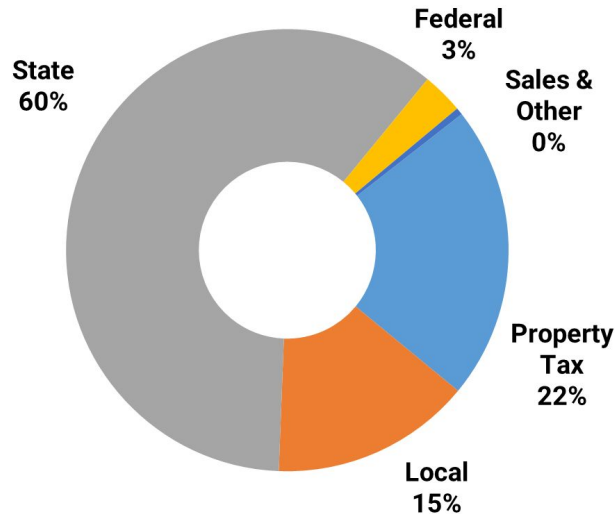
General Fund

# 2023-2024 Adopted Budget

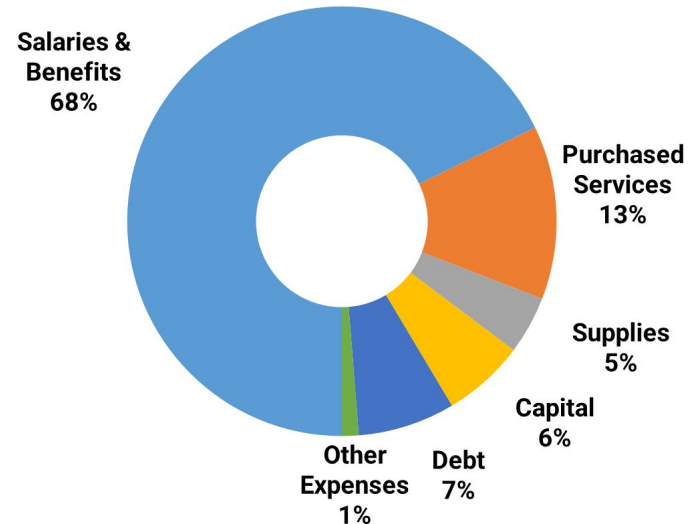
	Fund Balance 6/30/2023	Budget Revenues	Budget Expenditures	Transfers	Fund Balance Net Change	Fund Balance 6/30/2024
<b>General Fund</b>						
Nonspendable	195,045	-	-	-	-	195,045
Restricted	10,460,112	10,006,613	11,357,167	-	(1,350,554)	9,109,558
Assigned	12,454,416	2,491,679	2,754,319	-	(262,640)	12,191,776
Unassigned	21,603,885	82,666,284	80,799,833	-	1,866,451	23,470,336
<b>Food Service Fund</b>						
Nonspendable	81,837	-	-	-	-	81,837
Restricted	1,827,875	3,579,084	4,140,373	-	(561,289)	1,266,586
<b>Community Service Fund</b>						
Restricted	2,150,724	5,251,788	4,989,217	-	262,571	2,413,295
<b>Building Construction Fund</b>						
Restricted	(0)	-	-	-	-	(0)
<b>Debt Service Fund</b>						
Restricted	57,156,434	7,454,915	8,899,340	-	(1,444,425)	55,712,009
<b>Debt Service Fund OPEB</b>						
Restricted	127,836	1,660,836	1,581,983	-	78,853	206,689
<b>Trust Funds</b>						
Net Assets	9,269,354	-	610,000	-	(610,000)	8,659,354
<b>Internal Service Funds</b>						
Net Assets	4,884,829	11,960,000	12,070,000	-	(110,000)	4,774,829
<b>Total All Funds</b>	<b>120,212,347</b>	<b>125,071,199</b>	<b>127,202,232</b>	<b>-</b>	<b>(2,131,033)</b>	<b>118,081,314</b>

# 2023-2024 Adopted Budget

## Revenues



## Expenditures







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# Levy




# Levy Process

## **Process/Timeline**

-  September 2023 - Board sets proposed levy (September 18)
-  November 2023 - County mails “Proposed Property Tax Statements” to property tax owners
-  December 2023 - Board approves certified levy
-  July 2024 to June 2025 - District recognizes revenue from the levy during this fiscal year

## **2023 Payable 2024**

-  Levied in 2023, Paid in 2024 – May/October, Fiscal Year 2025

# Levy Historical

Year		Levy	% Change
2023	23Pay24	\$ 27,834,981.76	3.84%
2022	22Pay23	\$ 26,805,893.01	3.22%
2021	21Pay22	\$ 25,970,712.09	0.54%
2020	20Pay21	\$ 25,830,743.35	1.19%
2019	19Pay20	\$ 25,525,772.67	5.59%

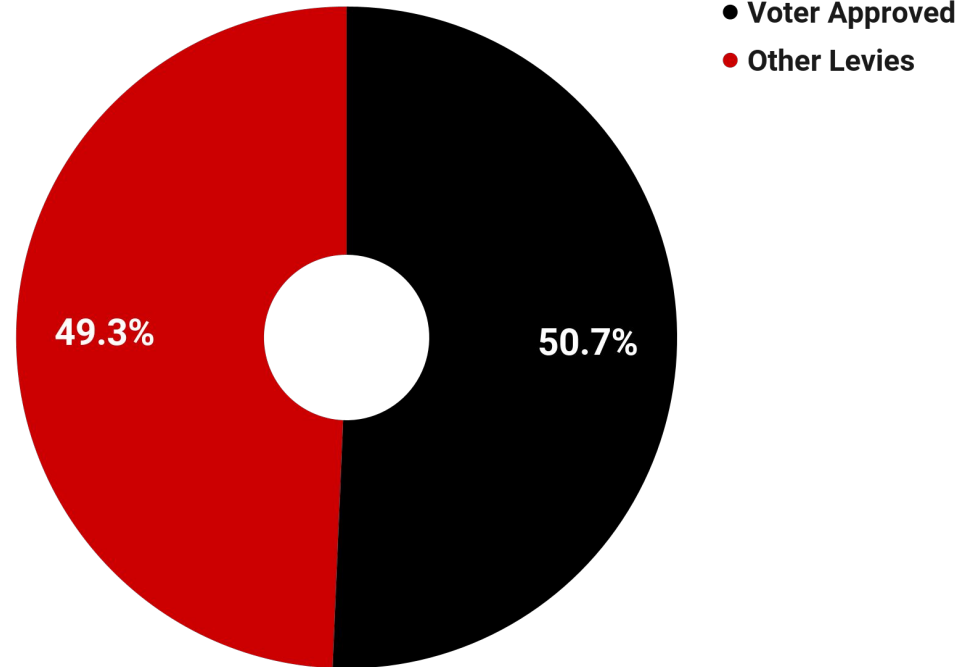
# Levy Categories

## ❏ Voter Approved Levies

- ❏ Operating
- ❏ Bond

## ❏ Other Levies

- ❏ Restricted for Specific Purpose



# Equalization

## ❑ What is equalization?

- ❑ Revenue is provided from local levy and state aid
- ❑ Revenue sharing is determined by program equalization formulas

## ❑ Levy 2023 Payable 2024

- ❑ Local Levy Impacts
  - ❑ Local Optional (91% to 96% Levy)
  - ❑ Operating Capital (31% to 36% Levy)
  - ❑ Long-Term Facilities Maintenance (55% to 56% Levy)
- ❑ Operating Referendum, Funding Equity, Alternative Teacher Compensation, Debt Service are at (100% Levy)

# Levy Highlights

General Fund	
Local Optional Revenue (LOR)	+ \$354,679
Operating Capital	+ \$93,264
Long-Term Facilities Maintenance (LTFM)	+ \$48,443
Operating Referendum	+ \$276,664
Disabled Access	- \$140,000
Reemployment	- \$50,000
Other Programs	+ \$25,301
Adjustments	+ \$70,521

# Levy Highlights

<b>Community Education</b>	
Basic, ECFE, School Aged Care & Other Programs	+ \$56,424
Adjustments	+ \$10,666
<b>Debt Service &amp; OPEB Debt Service (Other Post Employment Benefits)</b>	
Bond Payments	- \$2,134
Debt Excess	+ \$265,365
Adjustments	+ \$19,895

# 2023 Payable 2024 Levy

- ❑ Program Categories
- ❑ Formula Based
- ❑ Levy % of Revenue
  - 18% General Fund
  - 13% Community Education
  - 100% Debt Service
  - 100% Debt Service OPEB

## 2023 Payable 2024 Levy

	2022 Pay 2023	2023 Pay 2024	\$ Change	% Change
<b>GENERAL FUND</b>				
Referendum	\$ 6,525,733.64	\$ 6,802,397.74	\$ 276,664.10	
Local Optional	4,630,019.92	4,984,699.38	354,679.46	
Equity	881,306.85	881,070.22	(236.63)	
Operating Capital	495,501.57	588,765.39	93,263.82	
Alternative Teacher Compensation	619,320.98	618,384.13	(936.85)	
Achievement and Integration	186,312.77	199,403.03	13,090.26	
Re-employment Insurance	100,000.00	50,000.00	(50,000.00)	
Safe Schools	254,376.00	257,090.40	2,714.40	
Safe Schools - Intermediate District 916	105,990.00	107,121.00	1,131.00	
Ice Arena	107,230.11	85,201.09	(22,029.02)	
Career Technical	126,557.79	154,155.72	27,597.93	
Disabled Accessibility	140,000.00	-	(140,000.00)	
LT Facilities Maintenance	1,489,016.23	1,537,458.69	48,442.46	
Building/Land Lease	1,488,946.25	1,492,916.25	3,970.00	
Adjustments	(117,611.27)	(47,090.24)	70,521.03	
<b>GENERAL FUND</b>	<b>\$ 17,032,700.84</b>	<b>\$ 17,711,572.80</b>	<b>\$ 678,871.96</b>	<b>3.99%</b>
<b>COMMUNITY EDUCATION FUND</b>				
Basic Levy	\$ 256,148.85	\$ 222,858.79	\$ (33,290.06)	
Early Child & Family	123,349.16	119,019.67	(4,329.49)	
Home Visiting	2,857.81	3,335.94	478.13	
Adults with Disabilities	-	3,565.74	3,565.74	
School-Age Care	210,000.00	300,000.00	90,000.00	
Adjustments	65,084.61	75,750.86	10,666.25	
<b>COMMUNITY SERVICE FUND</b>	<b>\$ 657,440.43</b>	<b>\$ 724,531.00</b>	<b>\$ 67,090.57</b>	<b>10.20%</b>
<b>DEBT SERVICE FUND</b>				
Debt Levy	\$ 7,239,488.00	\$ 7,241,850.00	\$ 2,362.00	
Alt Facilities/Abatement Bonds	854,487.00	849,165.00	(5,322.00)	
Adjustments	(639,059.46)	(341,241.51)	297,817.95	
<b>DEBT SERVICE FUND</b>	<b>\$ 7,454,915.54</b>	<b>\$ 7,749,773.49</b>	<b>\$ 294,857.95</b>	<b>3.96%</b>
<b>OPEB DEBT SERVICE FUND</b>				
OPEB Bond Levy	\$ 1,657,933.00	\$ 1,658,759.00	\$ 826.00	
Adjustments	2,903.20	(9,654.53)	(12,557.73)	
<b>DEBT SERVICE FUND OPEB</b>	<b>\$ 1,660,836.20</b>	<b>\$ 1,649,104.47</b>	<b>\$ (11,731.73)</b>	<b>-0.71%</b>
<b>ALL FUNDS TOTAL</b>	<b>\$ 26,805,893.01</b>	<b>\$ 27,834,981.76</b>	<b>\$ 1,029,088.75</b>	<b>3.84%</b>

# Other Factors Impacting Property Taxes

- ❑ **Changes in individual property value**
- ❑ **Changes in the total value of all property**
- ❑ **Changes in legislation**
- ❑ **Changes in enrollment**
  - ❑ Affects levy calculation and equalization formulas
- ❑ **Homestead exclusion**
  - ❑ Homestead valued at \$76,000 or less, exclusion is 40 percent of market value
  - ❑ Homestead valued between \$76,000 and \$413,800, exclusion is \$30,400 minus 9% of the market value over \$76,000
  - ❑ The exclusion amounts will increase in 2024 due to law changes during Minnesota's 2023 legislative session. The above shows the current amounts.



# Property Tax Estimates School Portion

DATA BELOW ASSUMES A 11.20% CHANGE IN PROPERTY VALUE

Type of Property	Market Value - Taxes Payable 2023	Market Value - Taxes Payable 2024	Actual Pay 2023 School Portion of Taxes	Preliminary Pay 2024 School Portion of Taxes	Estimated Tax Increase / (Decrease) - Pay 2023 vs Pay 2024	Estimated Percent Change
Residential Homestead	100,000	111,200	400.26	436.99	36.73	9.18%
	150,000	166,800	647.24	699.17	51.94	8.02%
	200,000	222,400	894.22	961.35	67.14	7.51%
	250,000	278,000	1,141.19	1,223.54	82.34	7.22%
	<b>300,000</b>	<b>333,600</b>	<b>1,388.17</b>	<b>1,485.72</b>	<b>97.55</b>	<b>7.03%</b>
	350,000	389,200	1,635.15	1,747.90	112.75	6.90%
	400,000	444,800	1,882.13	2,003.51	121.38	6.45%
	450,000	500,400	2,120.80	2,254.18	133.38	6.29%
	500,000	556,000	2,356.44	2,537.27	180.83	7.67%
Commercial Industrial	600,000	667,200	2,890.70	3,103.44	212.74	7.36%
	750,000	834,000	3,692.09	3,952.70	260.62	7.06%
	250,000	278,000	1,619.01	1,729.00	109.99	6.79%
	500,000	556,000	3,426.92	3,634.15	207.23	6.05%
	1,000,000	1,112,000	7,042.76	7,444.46	401.71	5.70%
Seasonal Recreational	2,500,000	2,780,000	17,890.25	18,875.40	985.15	5.51%
	250,000	278,000	629.70	652.96	23.27	3.70%
	500,000	556,000	1,259.39	1,338.81	79.42	6.31%
	750,000	834,000	2,046.51	2,155.01	108.50	5.30%
	1,000,000	1,112,000	2,833.63	2,971.22	137.59	4.86%

(estimates are based on preliminary county data and will be adjusted based on final data)

# Minnesota Property Tax Refunds

- ❑ **Minnesota Property Tax Refund (M-1PR)**
- ❑ **Special Property Tax Refund (M-1PR)**
- ❑ **Senior Citizen Property Tax Deferral**

**Contact your tax professional or visit the MN Department of Revenue for assistance:**

**651-296-4444/[www.taxes.state.mn.us](http://www.taxes.state.mn.us)**

# Public Comment

# Thank You



**CENTENNIAL**  
SCHOOL DISTRICT 12

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