

# **RIVER VALLEY LOCAL SCHOOLS**

Tax Budget Hearing  
January 11, 2024



# AGENDA

- Brief overview of law
- Brief summary of tax budget document
- Assessed Property Value changes
- Tax Budget
- Trend Data

# BRIEF OVERVIEW OF LAW

- Timeline
  - Approved by BOE by January 15<sup>th</sup> each year
  - Submitted to County Budget Commission
  - School Treasurer will meet with County Budget Commission in February
  - County Budget Commission will approve the tax budget and issue a “Certificate of Estimated Revenue”
- The Board’s approval of the tax budget begins the process for the appropriations for the upcoming school year (2024-2025).

# TAX BUDGET EXPLANATION

- Used to demonstrate that the assessment of taxes is necessary.
- Covers a period of three years
  - Prior year (2023) represents all actual numbers
  - Current Fiscal Year (2024)
    - 50% actual and 50% estimate
  - Fiscal Year 2025 first half (July 1, 2024 through December 31, 2024)
    - All estimated on current tax rates
  - Fiscal Year 2025 second half (January 1, 2025 through June 30, 2025)
    - Estimate of what to expect when the State certifies calendar year 2025 collections

# RIVER VALLEY PROPERTY TAX REVENUES

Based on:       (1) Property values of District  
                      (2) Tax Rates of District

- Our total Valuation increased by \$10,019,120 in tax year 2023 compared to 2022.
- Agricultural properties represented the largest increase in valuations with an overall increase of \$4,427,340.
- The remaining increase is from Agriculture, Commercial, Industrial, Mineral and PUPP.

# Schedule 1

DIVISION OF TAXES LEVIED									
(Levies Inside & Outside 10 Mill Limitation, Inclusive of Debt Levies)									
(List All Levies Of The Taxing Authority)									
Funds (General, Permanent Improvement, Library, Other)									
							Schedule 1		
I	II	III	IV	V	VI	VII	VIII		
Fund	Purpose	Authorized By Voters On MM/DD/YY	Levy Type	Number of Years Levy To Run	Tax Year Begins	Collection Year Ends	Maximum Rate Authorized	Effective Res/Ag Collection rate	Effective Other Real collection rate
General Fund	Current Expense	Inside	-----	-----	-----	-----	4.2	4.2	4.2
General Fund	Current Expense	1976	Operating	Continuing	1977		23.6	13.79231	15.941634
General Fund	Current Expense	1978	Operating	Continuing	1979		3.2	2.007699	2.420316
Permanent Improvement	Permanent Improvement	11/7/2023	Special Levy	5	2023	2028	2.5	2.451275	2.492705
Bond Retirement	Bond Retirement	11/7/2023	Bond	20	2023	2043	1.93	Bonds are approved to collect funds to pay bond. Rate is adjusted to meet bond payments.	
Total General Fund OUTSIDE 10 Mil Limit:							26.8		

## SCHEDULE 2- PART 1

				Schedule 2 (FY2025)
Fund: <u>GENERAL</u>	II	III	IV	V
Description	Prior Fiscal Year 2023 ACTUAL	Current Fiscal Year 2024 - 1/2 ACTUAL, 1/2 ESTIMATE	Budgeted Fiscal Year July 1- Dec. 31 2024 ESTIMATE	Budgeted Fiscal Year Jan 1 - June 30 2025 ESTIMATE
Beginning Fund Balance	4,940,060	6,457,146	9,624,275	9,468,779
<b>Revenue:</b>				
Property Tax	7,707,737	7,822,749	3,400,568	4,156,249
Income Tax	2,974,085	3,121,848	1,631,678	1,631,678
Other Receipts	11,596,498	12,805,367	6,380,538	6,380,538
Transfers In	-	-	-	-
Total Revenues	22,278,320	23,749,964	11,412,783	12,168,465
Total Expenditures	20,761,233	20,582,835	11,568,280	10,369,512
Ending Cash Fund Balance	6,457,146	9,624,275	9,468,779	11,267,731
Encumbrances	363,725	250,000	125,000	125,000
Ending Unencumbered Fund Balance	6,093,421	9,374,275	9,343,779	11,142,731

## SCHEDULE 2- PART 2

Fund: <b>BOND RETIREMENT</b>	II	III	IV	V
Description	Prior Fiscal Year 2023 ACTUAL	Current Fiscal Year 2024 - 1/2 ACTUAL, 1/2 ESTIMATE	Budgeted Fiscal Year July 1- Dec. 31 2024 ESTIMATE	Budgeted Fiscal Year Jan 1 - June 30 2025 ESTIMATE
Beginning Unencumbered Fund Balance	1,188,022	1,260,515	436,158	19,952
<b>Revenue:</b>				
Property Tax	1,183,632	884,087	363,119	360,000
Income Tax	-	-	-	-
Other Receipts	317,119	253,646	-	-
Transfers In	-	-	-	-
Total Revenues	1,500,751	1,137,733	363,119	360,000
Total Expenditures	1,428,258	1,962,091	779,325	215,575
Ending Cash Fund Balance	1,260,515	436,158	19,952	164,377
Encumbrances	-	-	-	-
Ending Unencumbered Fund Balance	1,260,515	436,158	19,952	164,377



## SCHEDULE 2- PART 3

Fund: <b>Classroom Facilities Maintenance</b>	II	III	IV	V
Description	Prior Fiscal Year 2023 ACTUAL	Current Fiscal Year 2024 - 1/2 ACTUAL, 1/2 ESTIMATE	Budgeted Fiscal Year July 1- Dec. 31 2024 ESTIMATE	Budgeted Fiscal Year Jan 1 - June 30 2025 ESTIMATE
Beginning Unencumbered Fund Balance	68,543	35,737	(0)	(0)
<b>Revenue:</b>				
Property Tax	111,743	48,272	-	-
Income Tax	-	-	-	-
Other Receipts	11,022	5,509	-	-
Transfers In	53,796	-	-	-
Total Revenues	176,561	53,781	-	-
Total Expenditures	209,367	89,518	-	-
Ending Cash Fund Balance	35,737	(0)	(0)	(0)
Encumbrances	5,710	-	-	-
Ending Unencumbered Fund Balance	30,027	(0)	(0)	(0)

## SCHEDULE 2- PART 4

Fund: <b>Permanent Improvement</b>	II	III	IV	V
Description	Prior Fiscal Year 2023 ACTUAL	Current Fiscal Year 2024 - 1/2 ACTUAL, 1/2 ESTIMATE	Budgeted Fiscal Year July 1- Dec. 31 2024 ESTIMATE	Budgeted Fiscal Year Jan 1 - June 30 2025 ESTIMATE
Beginning Unencumbered Fund Balance	-	-	263,139	326,277
<b>Revenue:</b>				
Property Tax	-	463,139	463,139	460,000
Income Tax	-	-	-	-
Other Receipts	-	-	-	-
Transfers In	-	-	-	-
Total Revenues	-	463,139	463,139	460,000
Total Expenditures	-	200,000	400,000	400,000
Ending Cash Fund Balance	-	263,139	326,277	386,277
Encumbrances	-	50,000	25,000	25,000
Ending Unencumbered Fund Balance	-	213,139	301,277	361,277

## SCHEDULE 3

<b>STATEMENT OF FUND ACTIVITY</b>			
(Funds with Revenue Other Than Local Taxes)			
			Schedule 3
			(FY2025)
I	II	III	IV
Fund By Type	Beginning Estimated Unencumbered Fund Balance	Total Estimated Receipts	Total Resources Available For Expenditures
Special Revenue Funds	200,000	1,500,000	1,700,000
Debt Service Funds	436,158	723,119	1,159,277
Capital Project Funds	8,763,139	923,139	9,686,278
Expendable Trust Funds	7,000	1,000	8,000
Enterprise Funds	800,000	1,500,000	2,300,000
Internal Service Funds	475,805	-	475,805
Agency Funds	-	-	-
	10,682,102	4,647,258	15,329,360

These are estimates of beginning balances and estimated revenues for FY 2025. Revenues will fluctuate based on federal grants available, Insurance costs, student lead activities, etc. These numbers are subject to change as we enter FY25.

VOTED and UNVOTED DEBT OUTSIDE 10 MILL LIMIT					
					Schedule 4
					(FY2025)
I	II	III	IV	V	VI
Purpose of Notes or Bonds	Authorized By Voters On MM/DD/YY	Date Of Issue	Final Maturity Date	Principal Amount Outstanding At The Beginning Of The Budget Year	Amount Required To Meet Budget Year Principal & Interest Payments
Bond Retirement Fund	11/7/2023				

The bond approved by voters in November 2023 is anticipated to be issued around March 2024, which will pay off the BAN

TAX ANTICIPATION NOTES

SCHEDULE 5

Tax anticipation Notes are issued in anticipation of the collection of the proceeds of a property tax levy. The amount of money required to cover debt service must be deposited into a bond retirement fund, from collections and distributions of the tax levy, in the amount and at the times required to pay these debt charges provided in the legislation authorizing the tax anticipation notes (ORC Section 133.24)

The appropriation to the fund which normally receives the tax levy proceeds is limited to the balance available after deducting the amounts to be applied to debt service.

After the issuance of general obligation securities or securities to which section 133.24 of the ORC applies, the taxing authority of the subdivision shall include in its annual tax budget, and levy a property tax in a sufficient amount, with any other manner available for the purpose, to pay the debt charges on the securities payable from property tax. (ORC Section 133.25)

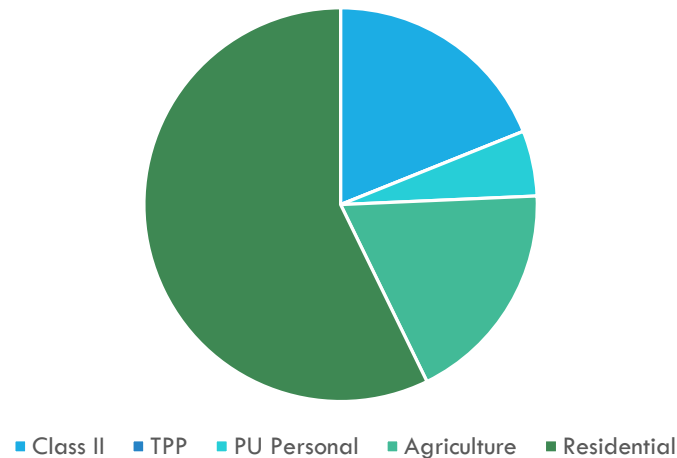
	Name Of Anticipation	Tax Note Issue	Name Of Tax Anticipation	Note Issue
	School Facilities BAN Series 2023			
Amount Required To Meet Budget Year Principal and		10,174,416.67		
Principal Due		3,360,000.00		
Principal Due Date		6/3/2024		
Interest Due		214,416.67		
Interest Due Date		6/3/2024		
Interest Due		0		
Interest Due Date		0		
Total		10,174,416.67		
Name Of the Special Debt Service Fund				
Amount of Debt Service To Be Appropriated To The Following Settlements:				
February Real				
August Real				
June Tangible				
October Tangible				
Total		0		0
Name Of Fund To Be Charged				

No property taxes or millage is expected to repay the BAN. Interest is expected to be paid from interest/investment earnings from the BAN proceeds

# TREND OF PROPERTY VALUES – CURRENT YEAR

Class II includes Minerals, PU Real, Industrial and Commercial. Minerals and PU Real are insignificant to Class II. Industrial is 26% of the total Class II income and Commercial is 73%.

Current Year





**Comments and/or Questions?**