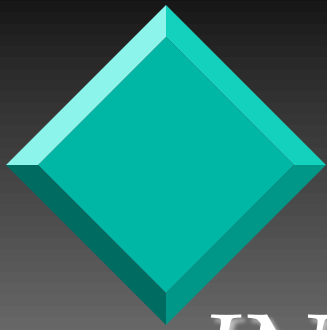
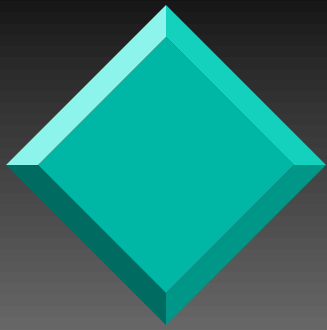




*INDEPENDENT SCHOOL  
DISTRICT NO. 192*

*Proposed Levy Certification-  
Taxes Payable 2011*

September 27, 2010

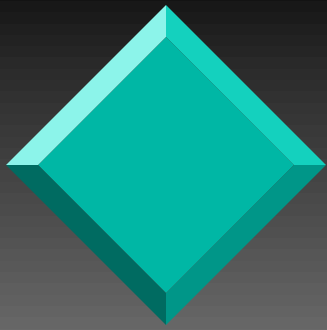


# *TAX LEVY CALENDAR*

- ❖ July District Input –Enrollment, H/Safety Proj,
- ❖ September Certify Proposed Levy (1)
- ❖ November County Mails Levy Notices
- ❖ December Certify Final Tax Levy

## Levy Provides Funding For School Year 2011-12

- ❖ (1) Except for new voter approved tax levies, the final levy cannot exceed the proposed levy certified in September



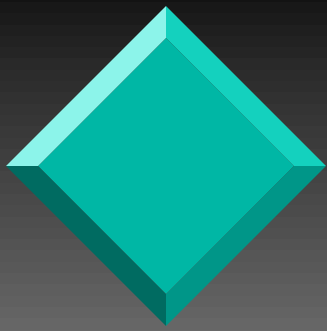
# *AUTHORITY FOR SCHOOL LEVIES*

- ❖ A School District Tax Levy is Usually Determined By:

STATE FUNDING FORMULA  
(which includes state aid)

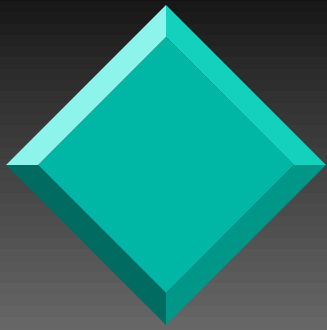
– OR

– VOTER APPROVED  
(bond referendum/ operating  
referendum)



# *Preliminary - LEVY CERTIFICATION*

| <u>Levy Desc.</u>             | <u>Tax Pay 2011</u>  | <u>Tax Pay 2010</u>  | <u>\$ Increase</u>   | <u>%<br/>Increase</u> |
|-------------------------------|----------------------|----------------------|----------------------|-----------------------|
| General Fund                  | 6,207,881.35         | 6,530,916.08         | -323,034.73          | -4.95                 |
| Community<br>Service          | 414,005.48           | 410,451.18           | 3,554.40             | .87                   |
| Debt Service                  | 13,011,033.94        | 13,960,852.18        | -949,818.24          | -6.80                 |
|                               |                      |                      |                      |                       |
| <u>Total</u>                  | <u>19,632,920.77</u> | <u>20,902,219.44</u> | <u>-1,269,298.57</u> | <u>-6.07</u>          |
| <u>Statewide<br/>estimate</u> |                      |                      |                      | <u>7.1</u>            |



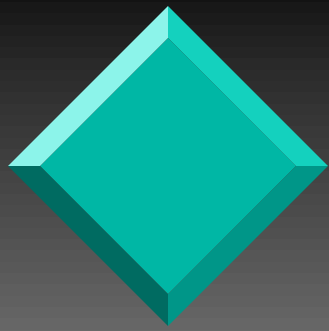
# *Why the levy decrease?*

Equalized levy formulas----- (Operating Capital)

Operating Capital Allowance      194.11

Revenue calculation      (Allowance \* P/Units)

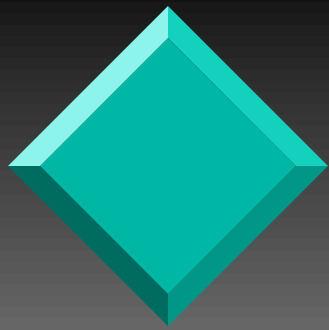
|               | Taxes<br><u>Payable 2010</u> | Taxes<br><u>Payable 2011</u> |
|---------------|------------------------------|------------------------------|
| Total Revenue | 1,491,608.84                 | 1,511,816.13                 |



# *Equalized Levy Example*

Calculation of levy and aid-

|                                             | Taxes<br><u>Payable 10</u> | Taxes<br><u>Payable 11</u> |
|---------------------------------------------|----------------------------|----------------------------|
| ANTC /Pupil units<br>(Adjusted Net Tax Cap) | 4,606.41                   | 3,967.09                   |
| Levy Ratio<br>(ANTC/Pu's)/10,700            | .4305                      | .37075                     |



# *Equalized Levy Example*

Calculation of levy and aid-

|                      | <u>Taxes<br/>Payable 10</u> | <u>Taxes<br/>Payable 11</u> |
|----------------------|-----------------------------|-----------------------------|
| Levy ratio * revenue | 642,137.60                  | 560,505.83                  |
| State Aid            | 849,471.24                  | 951,310.30                  |



# General Fund

| <u>General Fund<br/>Programs</u>      | <u>Levy<br/>Category</u> | <u>Tax Pay 2011</u> | <u>Tax Pay 2010</u> | <u>\$ Increase</u> |
|---------------------------------------|--------------------------|---------------------|---------------------|--------------------|
| Operating Ref.                        | Voter<br>Approved        | 3,319,969.20        | 3,554,924.33        | -234,955.13        |
| Equity/Trans                          | State FF                 | 720,710.57          | 720,378.44          | 332.13             |
| Alt Teach Comp                        | State FF                 | 424,374.17          | 463,773.46          | -39,399.29         |
| Safe Schools                          | State FF                 | 283,963.80          | 262,550.21          | 21,413.59          |
| Operating Capital-<br>Deferred Maint. | State FF                 | 803,118.65          | 898,257.52          | -95,138.87         |
| Health/Safety                         | Req. Exp                 | 86,495.13           | 186,441.76          | -99,946.63         |
| Building Lease                        | Prog. Exp                | 345,781.23          | 327,693.83          | 18,087.40          |
| Career Tech.                          | Prog. Exp                | 94,067.00           | 98,792.05           | -4,725.05          |
| Re-employment/<br>Abatement           | Prog. Exp                | 129,401.60          | 18,104.48           | 111,297.12         |
| TOTAL                                 |                          | 6,207,881.35        | 6,530,916.08        | -323,034.73        |



# Community Service fund

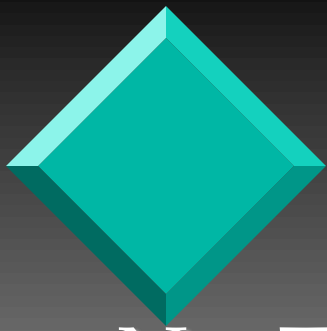
| <u>Community<br/>Educ. Fund<br/>Programs</u> | <u>Levy<br/>Category</u> | <u>Tax Pay 2011</u> | <u>Tax Pay 2010</u> | <u>\$ Increase</u> |
|----------------------------------------------|--------------------------|---------------------|---------------------|--------------------|
| Basic C. E.                                  | State FF                 | 206,695.31          | 206,447.35          | 247.96             |
| ECFE                                         | State FF                 | 110,900.27          | 115,302.73          | -4,402.46          |
| Home Visiting                                | Prog. Exp                | 5,248.00            | 4,576.00            | 672.00             |
| Disabled Adults                              | Prog. Exp                | 1,198.00            | 1,198.00            | .00                |
| School Age Care                              | Prog. Exp                | 89,964.00           | 82,927.10           | 7,036.90           |
| TOTAL                                        |                          | 414,005.58          | 410,451.18          | 3,554.40           |



# *Debt Service Fund*

| <u>Debt Service Fund</u>                         | <u>Levy Category</u> | <u>Tax Pay 2011</u> | <u>Tax Pay 2010</u> | <u>\$ Increase</u> |
|--------------------------------------------------|----------------------|---------------------|---------------------|--------------------|
| Debt Service-Principal and Interest -Bonded Debt | Voter Approved       | 12,640,867.94       | 13,590,686.23       | -949,818.29        |
| OPEB-(Other Post Empl. Benefits)                 | Prog. Exp            | 370,166.00          | 370,165.95          | .05                |
| TOTAL                                            |                      | 13,011,033.94       | 13,960,852.18       | -949,818.24        |

Debt service levy is another levy that is equalized-  
Levy ratio for taxes payable in 2011 is .53 compared to .63  
Equalization aid is 4.3 million compared to 2.8 million



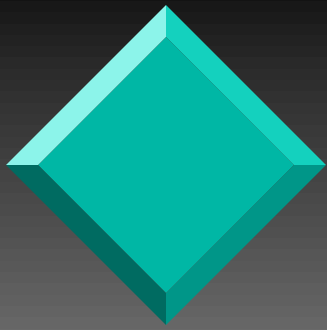
# *ISD#192 Tax Rate Comparison*

## Net Tax Capacity-

|          |        |
|----------|--------|
| Pay 2010 | 53.45% |
| Pay 2011 | 52.09% |

## Market Value Rate- (Applies to Operating/Equity and Transition revenue)

|          |         |
|----------|---------|
| Pay 2010 | .14742% |
| Pay 2011 | .14605% |



# *ISD#192 Property Values*

|              | Pay 2011      | Pay 2010      |
|--------------|---------------|---------------|
| Tax Capacity | 27,084,254    | 29,020,580    |
| Market Value | 2,359,471,425 | 2,543,403,750 |

SD Tax Capacity % - 6.67

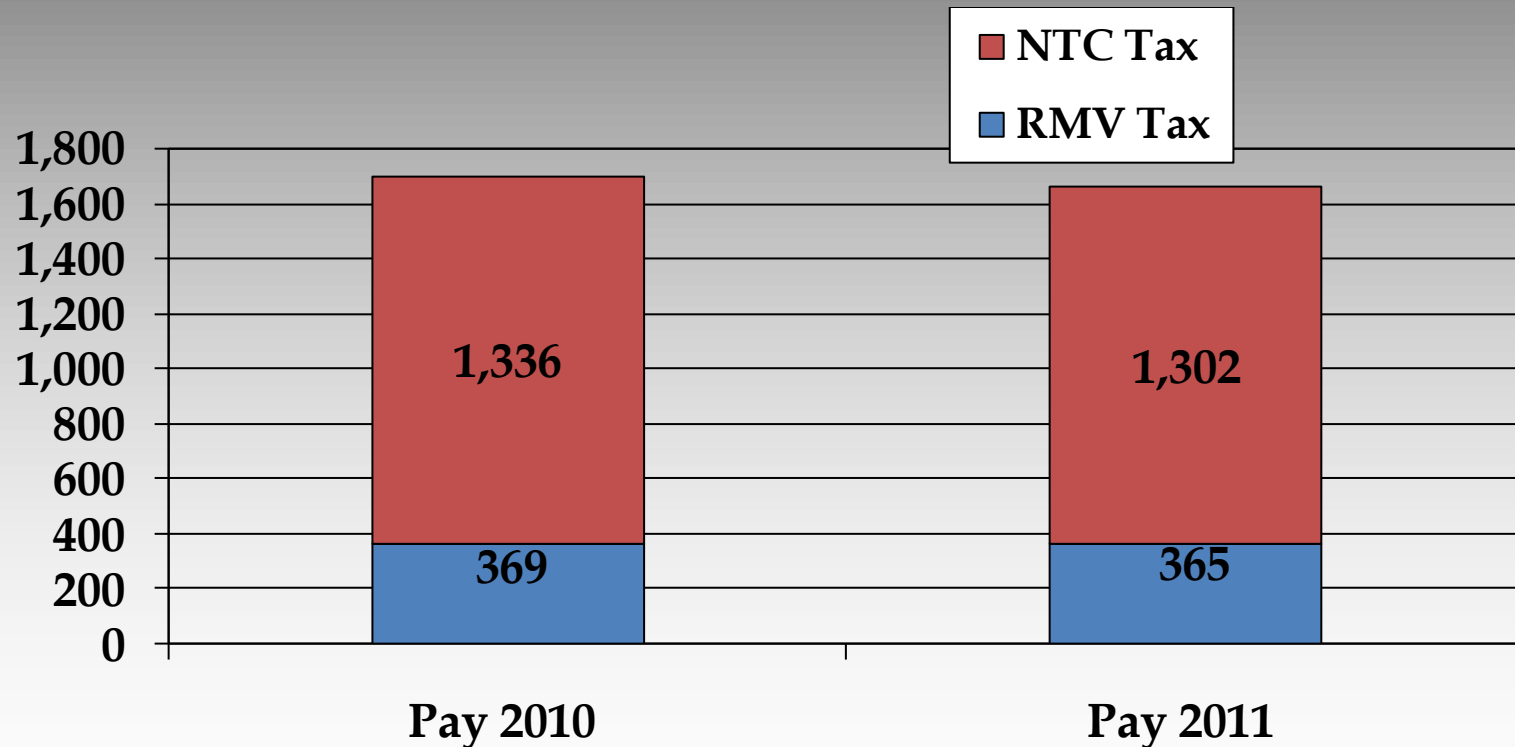
SD Market Value % - 7.23

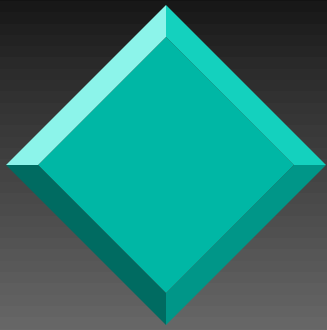
MN (Statewide) Tax Capacity % .5%

MN (Statewide) Market Value % .2%

# ISD# 192 Levy-2yr Comparison Residential Property -250,000

School District Only

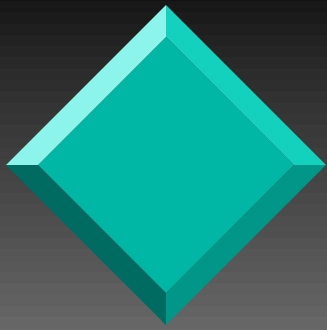




# *School Board Action*

- ❖ Approve Preliminary Levy and notify MDE and County by September 30.

Board is asked to approve a “maximum” levy. Approving the levy in this manner precludes the School Board from reconvening and recertifying should the levy amount change due to technical formula adjustments or corrections or data updates.



# *School Board Action*

Preliminary Levy amount will be used to generate proposed property tax notices-

Actual amount of taxes will be generated from the final levy that the board will certify  
December

For any state formula levy ---  
a reduction to the levy will result in a proportionate reduction in state aid.