

School Board Meeting:

September 10, 2018

Subject:

Levy Certification Update

Presenter:

**Gary Kawlewski, Director
Finance and Operations**

SUGGESTED SCHOOL BOARD ACTION: None at this time-informational only

DESCRIPTION:

The preliminary numbers for the 2018 payable 2019 levy are attached for your review. These numbers are based on the first run of the levy certification and include all known anticipated changes yet to be made. The current total levy is projected at \$15,160,964, which is up \$299,486 from the prior year. This is a 2.02% increase over the prior year. These numbers are **subject to change**. Some observations are as follows:

- Long-Term Facilities Maintenance revenue is in its fourth year and remains relatively stable in total revenue but has a greater local share due to our increase in property values.
- The numbers include gaining approval to reduce our debt service levy by \$300,000 to buy down the fund balance and to reduce the impact of bringing in these new revenue programs. We are still waiting for final approval of this request but expect it to be approved.
- The numbers include the savings from the general obligation bond refunding which closed in May 2018.
- All of the referendum market value based equalized levies will see a higher levy portion due to the district's growth in tax valuation.
- All net tax capacity based levies see an increase in levy amount due to higher valuations.
- We are seeing a number of prior year adjustments, as is the case every year, due to having final expenditure totals and enrollment totals for prior years.
- Based on an average 5% growth in Referendum Market Value and Net Tax Capacity, we are seeing the RMV tax rate go up and are seeing the NTC tax rate go down.
- The current tax rate projection on a \$200,000 home is \$817 versus \$845 last year.
- When factoring in the average 5% increase in property values moving a \$200,000 home to \$210,000, the actual tax increase would be about \$18 per year based on the current projections.

At the September 24 meeting, we will be asking the board to approve the "maximum" amount as we have done in the past to allow for corrections to the data that may changed the levy total.

ATTACHMENT(S):

-Levy Analysis 18 pay 19 9.10.18

-Levy Analysis 18 pay 19 9.10.18 RMV NTC split