

School Board Meeting

July 19, 2021

7:30 p.m.

School Cafeteria

Operating Referendum renewal scenarios



| School Year | State Aid General Education Formula Allowance | Percent funding increase over previous year | GREENBUSH MIDDLE RIVER School District FALL (Oct. 1) enrollment | Unreserved General Fund Balance (final audit) |
|---|--|---|---|---|
| 1996-97 | \$3,505 | | 590 | |
| 1997-98 | \$3,581 | | 568 | |
| 1998-99 | \$3,530 | | 540 | |
| 1999-00 | \$3,740 | | 497 | |
| 2000-01 | \$3,964 | | 471 | \$370,564 |
| 2001-02 | \$4,068 | | 473 | \$522,520 |
| 2002-03 | \$4,601 | | 465 | \$610,675 |
| | | | | |
| 2003-04 | \$4,601 | 0% | 472 | \$737,831 |
| 2004-05 | \$4,601 | 0% | 478 | \$999,976 |
| 2005-06 | \$4,783 | 4% | 486 | \$1,456,633 |
| 2006-07 | \$4,974 | 4% | 490 | \$1,673,426 |
| 2007-2008 | \$5,074 | 2% | 484 | \$1,930,121 |
| 2008-2009 | \$5,124 + 51* = \$5,175 | 1% + 1%* = 2% | 482 | \$2,032,994 |
| 2009-2010 | \$5,124 | 0% | 446 | \$2,035,316 |
| 2010 - 2011 | \$5,124 | 0% | 444 | \$1,962,475 |
| 2011-2012 | \$5,174 | 1% | 410 | \$1,869,037 |
| 2012-2013 | \$5,224 | 1% | 442 | \$1,832,245 |
| 2013-2014 | \$5,302 | 1.5% | 432 | \$1,660,869 |
| 2014-2015 | \$5,831 (increase due to changes in pupil weights) | 1.5% + .5% | 433 | \$1,645,227 |
| Historical context of K-12 per pupil general education funding formula → | <u>2013-2014</u> Grade Funding Weight Grade K..... .612 Grade 1 to 3... 1.115 Grade 4 to 6... 1.06 Grade K to 6... (Elem. Funding Units) 7-12..... 1.3 Grade 7-12..... (H.S. Funding Units) K-12... = (Total) Funding Units | <u>2014-2015</u> Grade Funding Weight K-61.0 Grade K to 6... (Elem. Funding Units) 7-12 1.2 Grade 7-12..... (H.S. Funding Units) K-12... = (Total) Funding Units | <u>2015-2016</u> Grade Funding Weight K-61.0 Grade K to 6... (Elem. Funding Units) 7-12 1.2 Grade 7-12..... (H.S. Funding Units) K-12... = (Total) Funding Units | <u>2016-2017</u> Grade Funding Weight K-61.0 Grade K to 6... (Elem. Funding Units) 7-12 1.2 Grade 7-12..... (H.S. Funding Units) K-12... = (Total) Funding Units |
| | | | | |
| 2015-2016 | \$5,948 | 2% | 412 | \$1,576,546 |
| 2016-2017 | \$6,067 | 2% | 396 | \$1,186,984 |
| 2017-2018 | \$6,188 | 2% | 337 | \$705,373 |
| 2018-2019 | \$6,312 | 2% | 279 | \$504,320 |
| 2019-2020 | \$6,438 | +\$126.00 or 2% | 271 | \$421,294 |
| 2020-2021 | \$6,567 | +\$129.00 or 2% | 243 | TBD by Audit |
| 2021-2022 | \$6,728 | +\$161 or 2.45% | 225 est. | TBD by Audit |
| 2022-2023 | \$6,863 | +\$296.00 or 2% | 216 est. | TBD by Audit |

Note¹: The 1.0 weighted factor applies to K-6. 7-12 students are weighted at 1.2. Since 7-12 students were 1.3 before, the thought was that moving 7-12 to 1.0 would skew the pupil count beyond where it would be easy to "hold harmless" districts for the weighting change

Note²: School Financial Auditors Generally indicate school districts should strive to have 25% of the general education aid amount per student in its unreserved general fund. Using this formula for 2019-2020: 25% of the general education formula in the unreserved general fund: \$6,438 x 25% = \$1,609 x 301 [weighted] funding units (267 K-12 students = 301 weighted funding units) = \$484,459 would place the District in a solid financial position. This represents about 6 weeks of school district operations.

Using this formula for 2020-2021: 25% of the general education formula in the unreserved general fund: \$6,567 x 25% = \$1,641.75 x 267 [weighted] funding units (243 K-12 students = 267 weighted funding units) = \$438,347.25

PRELIMINARY INFORMATION - FOR DISCUSSION ONLY

Greenbush-Middle River School District, ISD 2683

Analysis of Tax Impact for Potential Referendum Levy

July 14, 2021

| Year Taxes are Payable | Question 1 | | | Question 2 |
|--|--------------------|-------------------|------------|---------------|
| | 2021 | 2022 | | 2022 |
| | Expiring Authority | Renewed Authority | NET CHANGE | New Authority |
| Est. Adjusted Pupil Units (APU) | 276.40 | 247.60 | -28.80 | 247.60 |
| Revenue per Pupil Unit | -\$506.05 | \$506.05 | \$0.00 | \$800.00 |
| Estimated Change in Referendum Revenue | -\$139,872 | \$125,298 | -\$14,574 | \$198,080 |
| - Estimated Change in Aid | -\$57,239 | \$50,637 | -\$6,601 | \$0 |
| - Estimated Change in Levy | -\$82,634 | \$74,661 | -\$7,973 | \$198,080 |

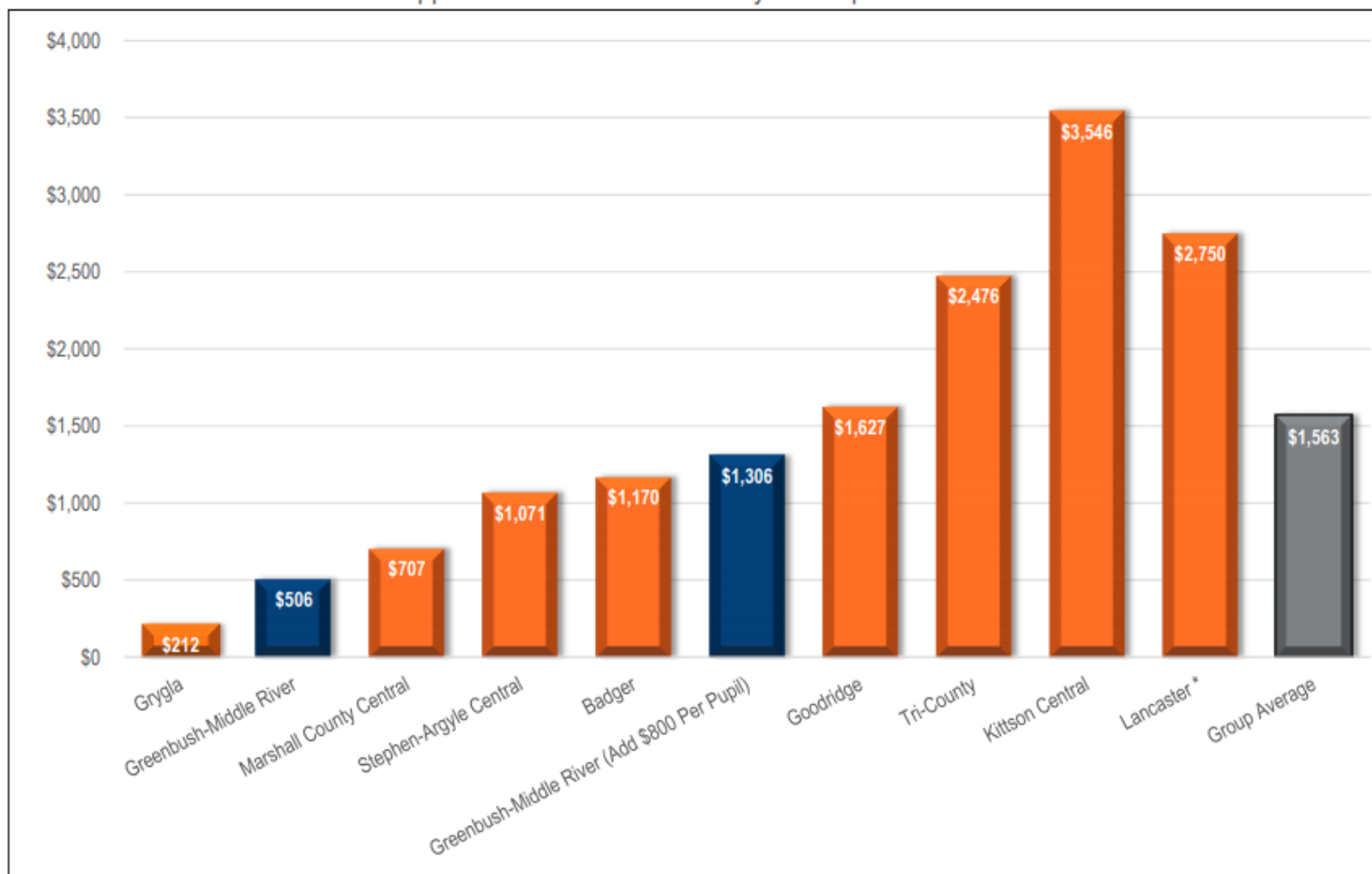
| Type of Property | Estimated Market Value | Estimated Taxes for Referendum Levy Only* | | | |
|---------------------|------------------------|---|------|------|------|
| | \$50,000 | -\$35 | \$31 | -\$4 | \$81 |
| | 75,000 | -52 | 46 | -6 | 122 |
| | 100,000 | -69 | 61 | -8 | 162 |
| | 125,000 | -87 | 76 | -11 | 203 |
| | 150,000 | -104 | 92 | -12 | 244 |
| Residential | 175,000 | -121 | 107 | -14 | 284 |
| Homesteads, | 200,000 | -139 | 122 | -17 | 325 |
| Apartments, | 225,000 | -156 | 138 | -18 | 365 |
| and Commercial- | 250,000 | -174 | 153 | -21 | 406 |
| Industrial Property | 275,000 | -191 | 168 | -23 | 446 |
| | 300,000 | -208 | 184 | -24 | 487 |
| | 325,000 | -226 | 199 | -27 | 528 |
| | 350,000 | -243 | 214 | -29 | 568 |
| | 375,000 | -260 | 229 | -31 | 609 |
| | 400,000 | -278 | 245 | -33 | 649 |
| | 425,000 | -295 | 260 | -35 | 690 |
| | 450,000 | -312 | 275 | -37 | 731 |
| | 475,000 | -330 | 291 | -39 | 771 |
| | 500,000 | -347 | 306 | -41 | 812 |
| | 550,000 | -382 | 337 | -45 | 893 |

* The amounts in the table are based on school district taxes for the referendum levy only, and do not include tax levies for other purposes. Tax increases shown above are gross increases, not including the impact of the Minnesota Homestead Credit Refund ("Circuit Breaker") program. Owners of homestead property may qualify for a refund, based on their income and total property taxes. This may change the net effect of the referendum levy for those property owners.

NOTE: Agricultural property will pay taxes for the proposed referendum based only on the value of the house, garage and one acre. Seasonal recreational residential property (i.e., cabins) will pay no taxes for the proposed referendum.

Greenbush - Middle River School District

Voter Approved Referendum Authority Per Pupil Unit FY 2021-22

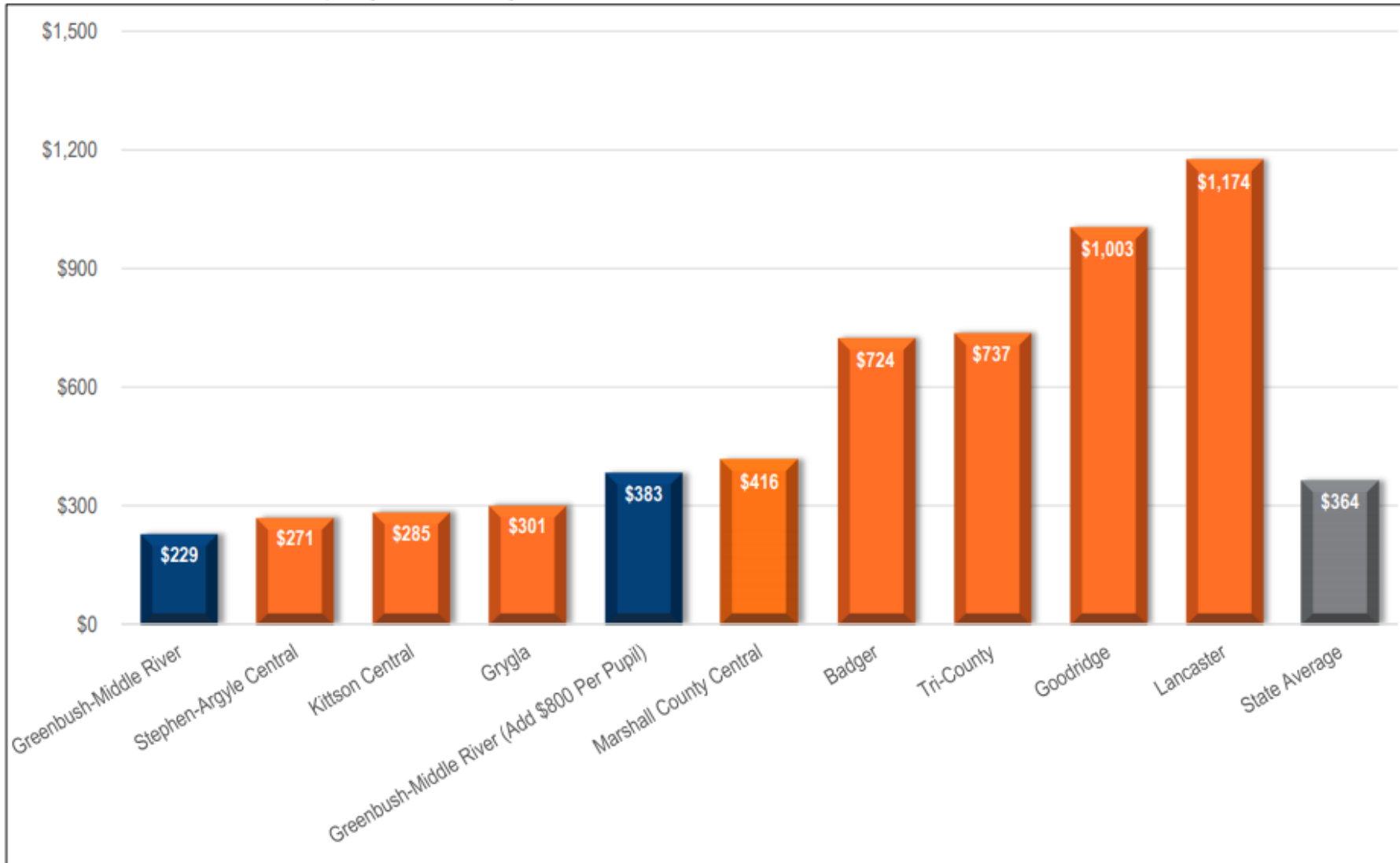


* Authorities with voter approved annual inflationary adjustment

Source: MDE Operating Referendum Phaseout July 2021

Greenbush - Middle River School District

Total School Property Taxes, Payable 2021, on a Home with an Estimated Market Value of \$100,000



Source: Pay 2021 School Tax Report

Greenbush Middle River School District Referendum Election... Nov. 3, 2020 Election Results

| Special Ballot Question #1 | Totals | Pct. |
|----------------------------------|--------|--------|
| YES | 688 | 44.33% |
| NO | 864 | 55.67% |

Source: Office of the MN Secretary of State <sos.state.mn.us>

Proposed Reductions to 2021-2022 Budget approved on March 29, 2021 during Special School Board Meeting

07/19/2021 School Board Meeting

| Line | Board Remarks | General Summary of Budget Reductions & Comments | Program Area Affected | Estimated Increase for Receipts | Estimated Decrease for Expenditures | |
|------|---------------|---|------------------------------|---------------------------------|-------------------------------------|-----------|
| 1 | | Reduce Phy. Ed. Teacher (early Retirement incentive) re-assign staff to fill vacancy & or eliminate electives | K-12 Instructional | | \$66,903 | \$316,956 |
| 2 | | Reduce Math Teacher (early Retirement incentive) re-assign staff to fill vacancy & or eliminate electives | K-12 Instructional | | \$72,393 | |
| 3 | | Reduce Science Teacher from 1.0 FTE to .50 FTE re-assign staff to fill vacancy & or eliminate electives | K-12 Instructional | | \$42,424 | |
| 4 | | Reduce one (1) full time English Teacher re-assign staff to fill vacancy & or eliminate electives | K-12 Instructional | | \$82,225 | |
| 5 | | NOT Replace Special Education Teacher <i>(July 19, 2021 School Board meeting)</i> | K-12 Instructional (Spe. Ed) | | \$53,011 | |
| 6 | | | | | | |
| 7 | | Reduce one (1) Office Secretary (offer affected person vacant Para Position in 2021-2022) | Office Support | | \$30,963 | |
| 8 | | | | | | |
| 9 | | Reduce one (1) regular Bus Route Position | Transportation | | \$22,331 | |
| 10 | | | | | | |
| 11 | | Reduce part time School Social Worker position (currently contracted with Badger) | Student Support | | \$37,660 | |
| 12 | | | | | | |
| 13 | | Reduce one (1) person to teacher relicensure committee (previous person was in line #1) | Teacher licensure | | \$647 | |
| 14 | | | | | | |
| 15 | | Increase cost of Driver Education (\$75.00 per person) to be in line with actual cost | Driver Education | \$1,350 | | |
| 16 | | (implement incremental payment plan to <i>pay-in-full</i>) | | | | |
| 17 | | | | | | |
| 18 | | Reduce Elementary Wrestling Coach #1 of 2 Compensation | Elementary Athletics | | \$1,230 | \$7,380 |
| 19 | | Reduce Elementary Wrestling Coach #2 of 2 Compensation | Elementary Athletics | | \$1,230 | |
| 20 | | Reduce Elementary Girls BB Coach #1 of 2 Compensation | Elementary Athletics | | \$1,230 | |
| 21 | | Reduce Elementary Girls BB Coach #2 of 2 Compensation | Elementary Athletics | | \$1,230 | |
| 22 | | Reduce Elementary Boys BB Coach #1 of 2 Compensation | Elementary Athletics | | \$1,230 | |
| 23 | | Reduce Elementary Boys BB Coach #2 of 2 Compensation | Elementary Athletics | | \$1,230 | |
| 24 | | | | | | |
| 25 | | Eliminate Summer Park & Recreation Payment and summer ball school bus availability to City of Greenbush | Summer Park & Rec. | | \$2,000 | \$4,000 |
| 26 | | Eliminate Summer Park & Recreation Payment and summer ball school bus availability to City of Middle River | Summer Park & Rec. | | \$2,000 | |
| 27 | | | | | | |
| 28 | | Reduce FCCLA Assistant Advisor | Extra Curricular | | \$1,358 | \$14,709 |
| 29 | | Based on student participation, Reduce one (1) Football coach | Extra Curricular | | \$2,812 | |
| 30 | | Based on student participation, Reduce one (1) Girls Basketball coach | Extra Curricular | | \$2,812 | |
| 31 | | Based on student participation, Reduce one (1) Wrestling coach | Extra Curricular | | \$2,812 | |
| 32 | | Based on student participation, Reduce one (1) Baseball coach | Extra Curricular | | \$2,812 | |
| 33 | | Based on student participation, Reduce one (1) Golf coach | Extra Curricular | | \$2,103 | |
| 34 | | | | | | |
| 35 | | Attempt to eliminate Cash in Lieu Of in GMR EA Agreement (replace with 403b for all teachers) *assumes those teachers receiving Cash in Lieu Of Not take School District H & H <i>(July GMR-EA Negotiations Meeting)</i> | Teacher Agreement | | \$0 | |
| 36 | | Eliminate THE VILLAGE employee Assistance Program due to lack of utilization | Teacher Support | | \$1,500 | |
| 37 | | | | \$1,350 | \$436,146 | \$437,496 |

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Reviewed with / approved by
Joint Sports Board on 3/24/2021

TIMELINE FOR LEVY REFERENDUMS - NOVEMBER 2, 2021

1. Have the board adopt the resolution calling the special election at least seventy-four (74) days prior to the election date (no later than August 20, 2021).
2. Notify the Commissioner of Education and the County Auditor of each county, in which the school district is located in whole or in part, of the date of the special election and of the question(s) to be voted on at least seventy-four (74) days prior to the election date (no later than August 20, 2021).
3. Coordinate the printing of the ballots for the special election and of the various absentee voting materials and have absentee ballots available at least forty-six (46) days prior to the date of the special election (no later than September 17, 2021).
4. Obtain from the County Auditor of each county, in which the school district is located in whole or in part, a list of each taxpayer in the district and mail the required referendum notice to each taxpayer at least fifteen (15) but no more than forty-five (45) days prior to the date of the special election (no earlier than September 18, 2021 and no later than October 18, 2021).
5. Submit a copy of the required referendum notice to the Commissioner of Education and to the County Auditor of each county in which the school district is located in whole or in part at least fifteen (15) days prior to the date of the special election (no later than October 18, 2021).
6. Post the Notice of Special Election at the administrative offices of the district at least (10) days prior to the date of the special election (no later than Friday, October 22, 2021)
7. Publish the Notice of Special Election in the official newspaper for two (2) consecutive weeks with the last publication being at least one (1) week prior to the date of the special election (October 19, 2021 is the last day for publication of the first notice and October 26, 2021 is the last day for publication of the second notice).
8. Post the sample ballot at the administration offices of the district at least four (4) days before the date of the special election (no later than October 29, 2021) and post two sample ballots at each polling place on election day. The sample ballots shall not be printed on the same color paper as the official ballot.
9. Have the board canvass the results of the special election between November 5, 2021 and November 12, 2021 (between the 3rd and 10th day following the election) and notify the County Auditor of each county in which the school district is located in whole or in part of the results of the election.
10. Notify the Commissioner of Education of the results of the referendum revenue authorization election within fifteen (15) days (no later than November 17, 2021) after the results of the referendum have been certified by the school board or, in the case of a recount, after the results of the recount have been certified by the canvassing board.

THE ABOVE TIMELINE IS BASED UPON MINNESOTA STATUTES 2020. STATUTORY CHANGES DURING THE 2021 SESSION MAY AFFECT 2021 ELECTIONS. FAILURE TO ABIDE BY THESE TIMELINES MAY RESULT IN A NEGATED ELECTION.