

ISD 2172

Kenyon-Wanamingo School District

Truth in Taxation Presentation

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Agenda

- Review of Meeting Requirements
- Presentation of current school year budget
- Presentation of proposed tax levy
- Public comment

Truth in Taxation Requirements

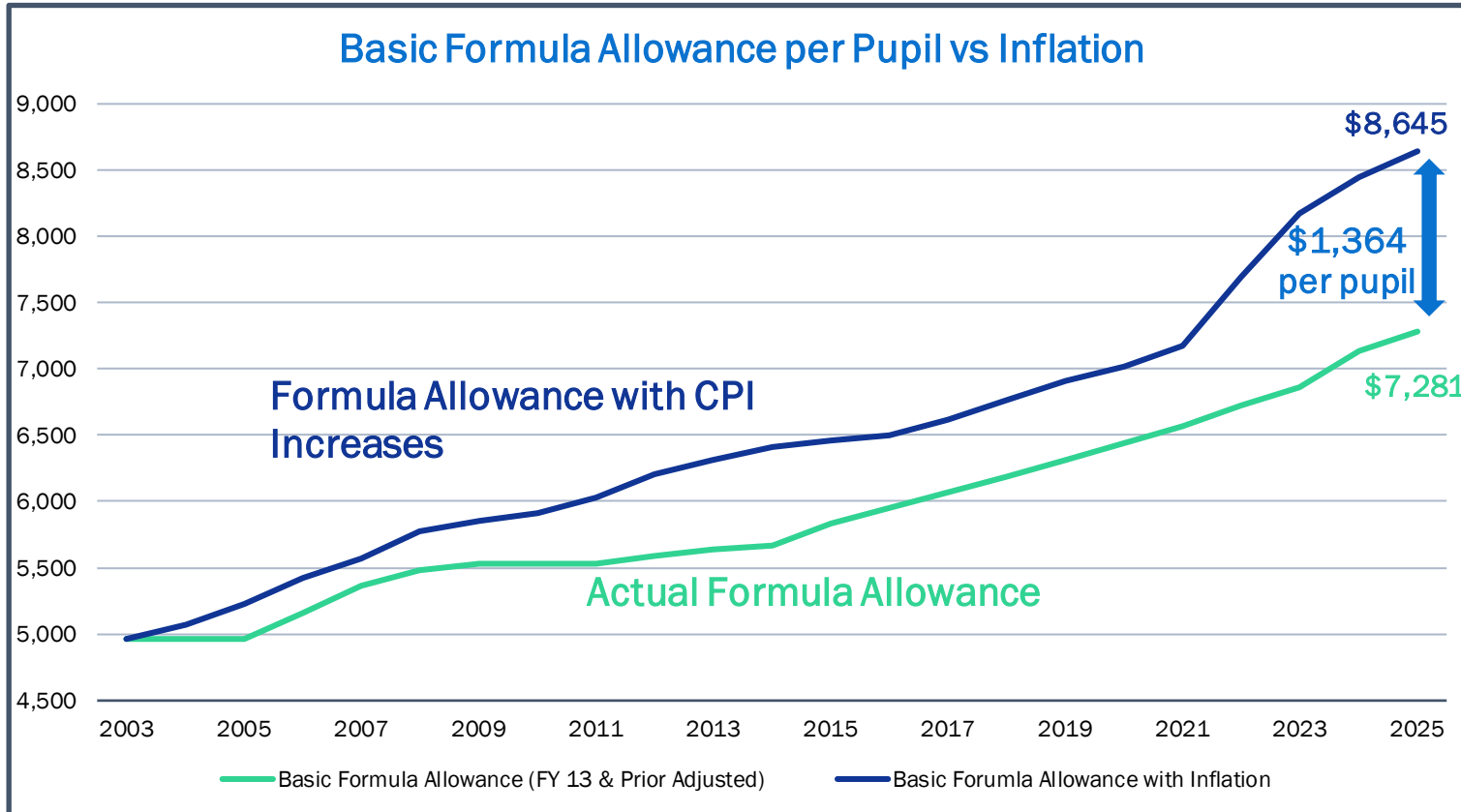
- Meeting must be held between November 25 and December 30 at 6pm or later
- May be a part of a regularly scheduled meeting
- Presentation must include discussion on:
 - Fiscal Year 2025 budget
 - Pay 2025 Proposed Tax Levy
- Must allow for public comments



Minnesota School Funding

Public schools districts are funded by the federal government, state government, local fees and local taxpayers through property taxes with the state of Minnesota being the largest source of funding.

State Funding



¹ Inflation is based on consumer price index

² Basic formula allowance includes changes made by legislature in 2023 and is adjusted for FY 2014 and earlier due to pupil weight changes

³ FY 2024-25 are based on estimated inflation forecasts updated in June 2024 by the State of Minnesota

**Basic general formula
has not kept up with
state funding over
the last 20 years**

FY 2025 Budget



125,058	154,568	95,054	124,500
125,487	56,845	97,511	125,000
124,000	110,000	99,011	154,000
105,450	150,000	99,216	95,000
	35,000	101,090	154,200
	83,000	101,684	110,000
		101,962	89,000
		2,747	50,000
			68,700

FY 2025 Budget

• Our school district is required to use a “Fund Accounting” system, thus we account for our revenues and expenditures using six separate funds:

- General Fund *
- Food Service Fund
- Community Service Fund *
- Building Construction Fund
- Debt Service Fund *
- Internal Service

*Funds have a tax levy component



Budget Overview

Kenyon Wanamingo					
2024-2025 Original Budget					
	General	Food Service	Community Ed	Debt Service	Total
Revenues	\$10,277,794.00	\$587,855.00	\$460,084.00	\$1,735,299.00	\$13,061,032.00
Expenditures	\$9,975,145.00	\$562,840.00	\$456,877.00	\$1,802,000.00	\$12,796,862.00
Suprlus/Deficit	\$302,649.00	\$25,015.00	\$3,207.00	-\$66,701.00	\$264,170.00

2025 Property Tax Levy

School District Tax Levy Timeline

Summer	September	November 5	November 25 - December 30	2025
Information provided to State for preliminary levy calculations	Preliminary levy certification by school board	Hold elections; elections for bonds or levies can cause the final levy to be higher than the preliminary levy set in September	School District holds Truth in Taxation meeting and certify final property tax levy for taxes payable in 2025	Property taxes collected by counties and distributed to the school district

Local Property Tax Levy



- State limits the local property tax levy by statutorily defined formulas
 - Levy limitation formulas are driven by:
 - Pupil Counts
 - Specific eligible expenditure types
 - Population
 - Voter authorization
 - Districtwide Property Valuations

Levy Overview

	Final Pay 2024	Proposed Pay 2025	\$ Change	% Change
General Fund (Fund 1)				
Operating Referendum	722,909	720,388	(2,521)	-0.3%
Local Optional	479,126	476,357	(2,769)	-0.6%
Equity	86,355	85,524	(831)	-1.0%
Operating Capital	134,464	156,321	21,858	16.3%
Q Comp	58,019	60,513	2,494	4.3%
Safe Schools	25,920	25,193	(727)	-2.8%
Career & Technical	69,258	81,984	12,726	18.4%
Annual OPEB	20,000	18,500	(1,500)	-7.5%
Long Term Facilities Maintenance	110,906	101,946	(8,959)	-8.1%
Building/Land Lease	84,823	85,034	211	0.2%
<i>Adjustments and Abatements</i>	<i>(94,756)</i>	<i>(65,246)</i>	<i>29,510</i>	<i>-</i>
General Fund Total Levy	1,697,022	1,746,514	49,492	2.9%

Community Service (Fund 4)

Early Childhood Education	27,704	32,635	4,931	17.8%
Home Visiting	765	879	114	14.9%
Adults with Disabilities	830	-	(830)	-
School-age Care	30,000	2,318	(27,682)	-92.3%
<i>Adjustments and Abatements</i>	<i>(12,801)</i>	<i>(10,653)</i>	<i>2,148</i>	<i>-</i>
Community Service Fund Total Levy	96,629	75,309	(21,319)	-22.1%

Debt Service Fund (Fund 7)

Voter Approved Debt Service	509,723	505,156	(4,567)	-0.9%
Non-Voter Approved Debt Service	1,177,411	1,201,180	23,769	2.0%
<i>Adjustments and Abatements</i>	<i>1,225</i>	<i>545</i>	<i>(679)</i>	<i>-55.5%</i>
Debt Service Fund Total Levy	1,688,359	1,706,881	18,522	1.1%

Total Property Tax Levy All Fund	3,482,010	3,528,705	46,695	1.34%
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Levy Highlights

Major Changes

Operating Capital Levy	+ \$21,858 Increase due to reduced state aid as a result of rising property values
Adjustments and Abatements	+ \$29,510 Increase due to fewer prior year adjustments and abatements to the general fund levy for FY25
School-Age Care Levy	- \$27,682 Decrease in amount levied for this program

Timeline for Taxpayers

March 2024	Spring/Early Summer	November 10 -24	November 25 - December 30	March
<p>Taxpayers received preliminary valuations notice from county for taxes payable the following year</p>	<p>Local and county board of appeal and equalization meetings held providing taxpayers opportunity to challenge property valuations.</p>	<p>Counties deliver mailed notice of proposed property taxes to each taxpayer.</p>	<p>School District holds Truth in Taxation meeting and certify final property tax levy for taxes payable in 2025</p>	<p>Taxpayers receive tax statement from counties for taxes payable in 2025</p>

Property Value Increase
12%

Types of Property	Pay 2024 Value	Pay 2025 Est. Value	Pay 2024	Pay 2025	\$ Change	% Change
Residential Homestead	\$94,300	\$105,616	\$284	\$293	\$9	3.10%
	141,500	158,480	454	473	19	4.14%
	188,700	211,344	624	653	29	4.63%
	235,800	264,096	793	832	39	4.90%
	283,000	316,960	963	1,012	49	5.08%
	377,400	422,688	1,303	1,372	69	5.31%
	471,700	528,304	1,634	1,740	106	6.46%

Estimated Tax Impacts

12% Increase in Values

Other Taxpayer Resources

- Minnesota Homestead Property Tax Refund
- Special Property Tax Refund Program
- Senior Citizen Property Tax Deferral
- Disable Veteran's Homestead Property Tax Exclusion
- Blind or Disabled Special Homestead Classification
- Green Acres and Rural Preserve

Levy Certification

Recommended Levy
Certification Amount

\$3,528,705.04



Public Comments