

CRESTWOOD SCHOOL DISTRICT
September 30, 2019
BUSINESS REPORT

TO: Dr. Richard Klee, Interim Superintendent

FROM:

RE: Business Report

A. ACTION ITEMS

1. None

B. INFORMATIONAL ITEMS

1. Non-Homestead Renewal

A. ACTION ITEMS

1. None

B. INFORMATIONAL ITEMS

1. Non-Homestead Renewal

There is a Special Election to be held on Tuesday, November 5, 2019. The purpose of this election is to seek voter approval for 3.0 mills assessed against all property, EXCEPT principal residence and other property exempted by law, in the Crestwood School District for a period of 16 years. If approved, only a portion of the 3.0 mills will be levied in any given year to the extent needed to continue levying our statutory limit of 18 mills.

In 2014, voters last approved a millage renewal of 18.9038 which has been permanently reduced by the "Headlee" rollback to 17.8094. The State School Aid Act assumes that each district will levy the statutory limit of 18.00 mills to generate "their" portion of Foundation Allowance. If a district does not levy the full 18.00 mills, this lost tax revenue will not be made up for by the state. In our case, the .1906 mill reduction (18.00 - 17.8094) reduces our annual revenue by approx. \$40,000. Each year thereafter, in addition to the \$40,000 loss, the 17.8094 mills will be further subjected to potential "Headlee" reductions.

Crestwood receives approx. \$900 per student or \$3.8 million annually from the full 18.00 mill Non-Homestead millage. This accounts for 8% of the district's annual operating revenue.