

Executive Summary

Prepared for Board of Trustees Meeting

July 31, 2012

Certified and Under Protest Values

Purpose of Report

The purpose of this report is to update the Board of Trustees regarding the 2012 Certified and Under Protest Values for the district.

Objectives

- Update the Board regarding the adopted budget as it relates to the Certified and Under Protest Values
- Discuss options available to the Board related to setting a tax rate for the 12-13 school year.

Operational Impact

The District's budget was based on property values of \$9,177,685,529. This was the amount certified and under protest for 2011 plus \$350,000,000. The 2012 Certified and Under Protest Values are reported as \$9,131,472,730 an increase of \$303,787,201 or 3.44% more than the prior year.

General Fund – The lower values will have a minimal impact on the General Fund due to the Target Revenue method of school funding. The overall impact to the General Fund is an estimated reduction of \$35,825. The budget for the General Fund is based on many other factors as well that will not be known until much later in the year.

Debt Service – The lower values represent a budget reduction of \$231,866 based on a 98.77% collection rate. However, we had projected an increase to fund balance of \$1,834,715 which has been reduced to \$1,602,849. We are working with our financial advisors to determine options available to the district related to the debt service budget and tax rate.

Results

The budget was based on a proposed tax rate of \$1.53 (\$.49 for debt service and \$1.04 for Maintenance and Operations). The adopted budget for General Fund represents a deficit of \$2,858,809 which will be adjusted to \$2,894,634. The adopted budget for Debt Service included an increase to fund balance of \$1,834,715 which will be adjusted to \$1,602,849.