

School Board Workshop:

September 13, 2021

Subject:

Levy Certification Update

Presenter:

**Ryan Tangen, Director
Finance and Operations**

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

DESCRIPTION:

The preliminary numbers for the 2021 payable 2022 levy are attached for your review. These numbers are based on the second run of the levy certification that came out on Friday, September 10, 2021. The current total levy is projected at \$19,626,212.18 which is down \$507,337.89 from the prior year. This is a 2.52% decrease over the prior year. These numbers are **subject to change**. Some observations are as follows:

- Enrollment projections have a decrease of 145 students from 2021-22 to 2022-23. All revenues calculated based on Adjusted Pupil Units are lower.
- The numbers do not include a reduction to our debt service levy by \$300,000 to buy down the fund balance as in years past.
- The levy changes for the potential bond refunding are not reflected.
- All equalized levies will see a higher levy portion due to the district's growth in tax valuation and a slight decrease in resident students.
- We are seeing an increase in the Lease Levy category due to the addition of the tennis court project.
- 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 up as well.
- The current tax rate projection on a \$200,000 home is \$870 versus \$951 last year.
- When factoring in the average 5% increase in property values moving a \$200,000 home to \$210,000, the actual tax decrease would be about \$33 per year based on the current projections.

At the September 27 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 change the levy total.

ATTACHMENT(S):

-Levy Analysis 21 pay 22 9.9.21

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