

# **Red Wing ISD #256**

*Truth in Taxation Presentation  
For Taxes Payable in 2022  
December 6, 2021*





# Tax Hearing Presentation

- State law requires that we present information on the current year budget and actual revenue and expenses for the prior year
- State law also requires that we present information on the proposed property tax levy, including:
  - The percentage increase over the prior year
  - Specific purposes and reasons for which taxes are being increased or decreased



# State Legislature and Governor's Administration

- Establish overall tax policy for the state
- Sole Authority to create levy options for school districts
- Controls school levy parameters including the amount of state aid and tax bases used for levies

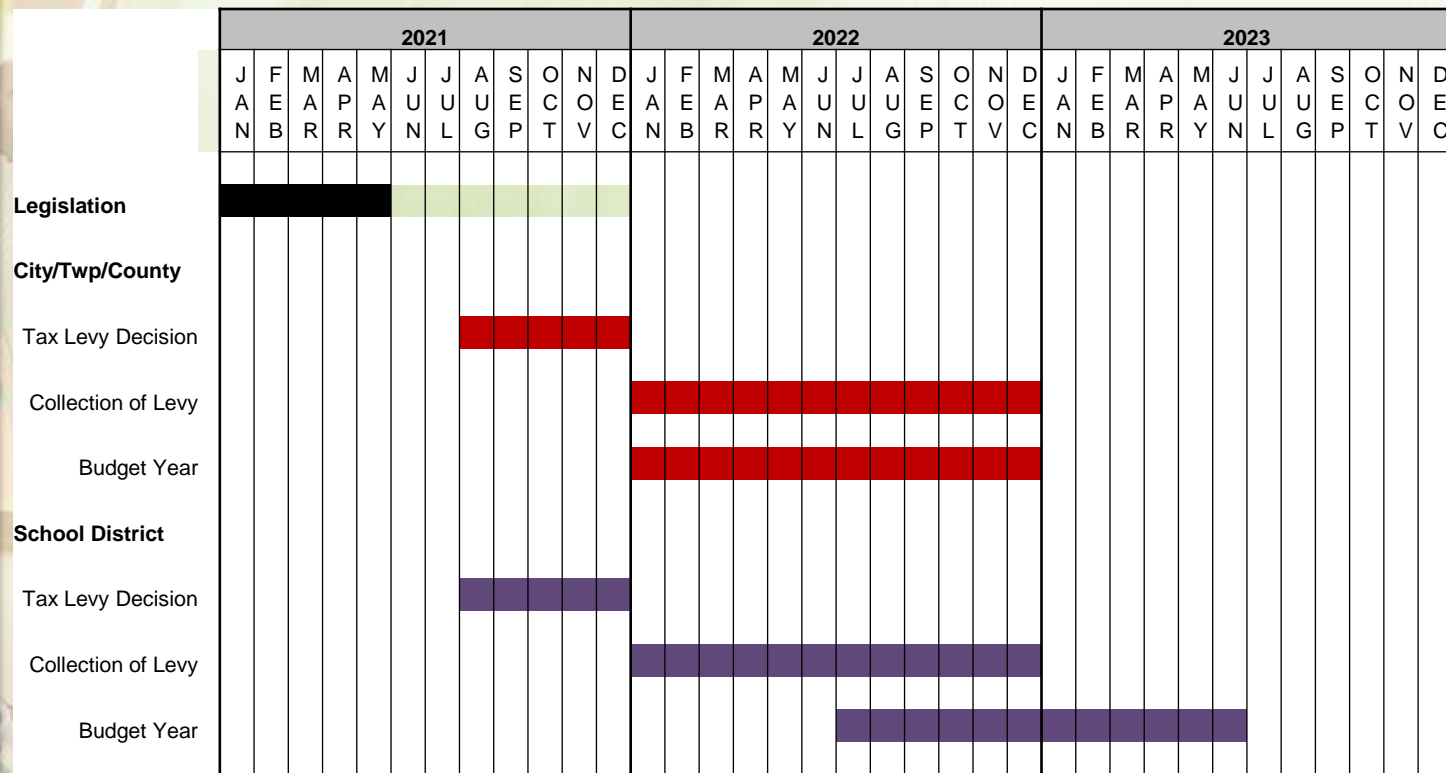




# School Boards

- Participate in state education programs for district's children, financed entirely by levies or combination of levy and state aid
- Ask voters to approve referendums for general operations and major capital projects
- Can only decrease the levy from the parameters set by the legislature without an election after September 30

# Levy-Budget Cycle



# Red Wing Independent School District #256

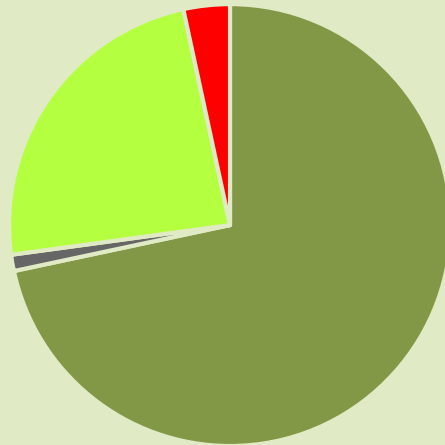
## District Revenues and Expenditures

FUND	FY 2021 ACTUAL REVENUES AND TRANSFERS IN	FY 2021 ACTUAL EXPENDITURES AND TRANSFERS OUT	JUNE 30, 2021 ACTUAL FUND BALANCES	FY 2022 BUDGET REVENUES AND TRANSFERS IN	FY 2022 BUDGET EXPENDITURES AND TRANSFERS OUT	JUNE 30, 2022 PROJECTED FUND BALANCES
General Fund/Restricted	\$ 4,697,879	\$ 4,311,694	\$ 1,935,184	\$ 4,523,139	\$ 4,304,834	\$ 2,153,489
General Fund/Other	\$ 34,369,619	\$ 32,561,400	\$ 5,783,671	\$ 31,869,761	\$ 32,198,718	\$ 5,454,714
Food Service Fund	\$ 1,828,032	\$ 1,666,287	\$ 411,903	\$ 1,810,125	\$ 1,811,411	\$ 410,617
Community Service Fund	\$ 2,367,286	\$ 2,242,762	\$ 627,042	\$ 2,109,300	\$ 2,167,031	\$ 569,311
Building Construction Fund	\$ 22,015	\$ 7,503	\$ 136,614	\$ 22,050	\$ 22,050	\$ 136,614
Debt Service Fund	\$ 1,744,104	\$ 1,653,263	\$ 445,661	\$ 1,651,970	\$ 1,653,363	\$ 444,268
Trust Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Internal Service Fund			\$ 24,226			\$ 24,226
* OPEB Revocable Trust Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
OPEB Irrevocable Trust Fund	\$ 1,732,285	\$ 1,019,575	\$ 10,307,855	\$ 1,500,000	\$ 1,053,999	\$ 10,753,856
OPEB Debt Service Fund	\$ 9,802	\$ 0	\$ 486,900	\$ 0	\$ 0	\$ 486,900
<b>TOTAL - ALL FUNDS</b>	<b>\$ 46,771,022</b>	<b>\$ 43,462,484</b>	<b>\$ 20,159,055</b>	<b>\$ 43,486,345</b>	<b>\$ 43,211,406</b>	<b>\$ 20,433,994</b>



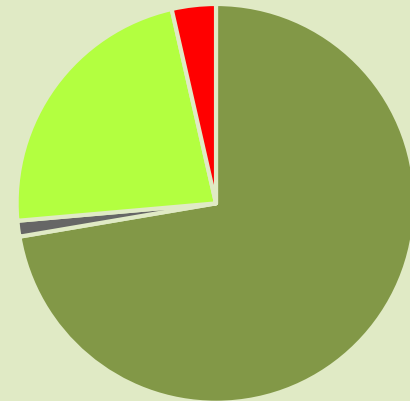


*Prior Year Revenue Budget*



■ STATE ■ FEDERAL  
■ PROPERTY TAXES ■ LOCAL

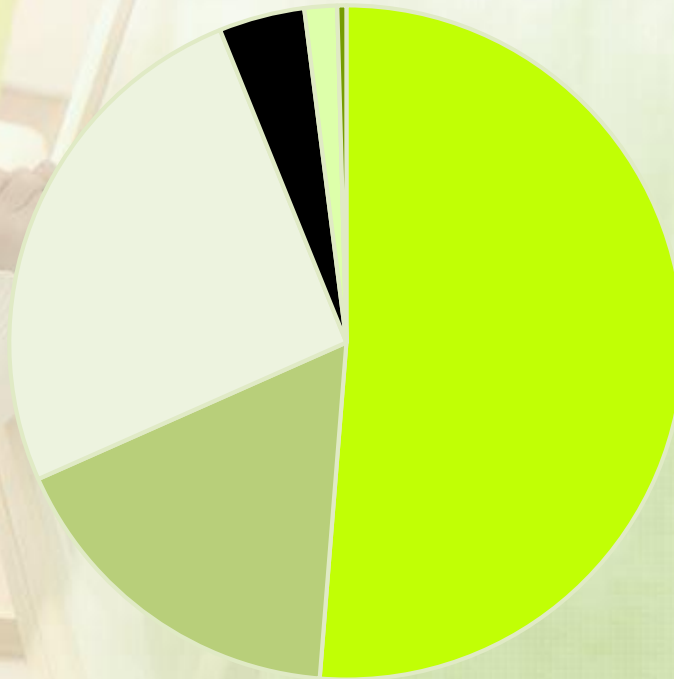
*Current Year Revenue Budget*



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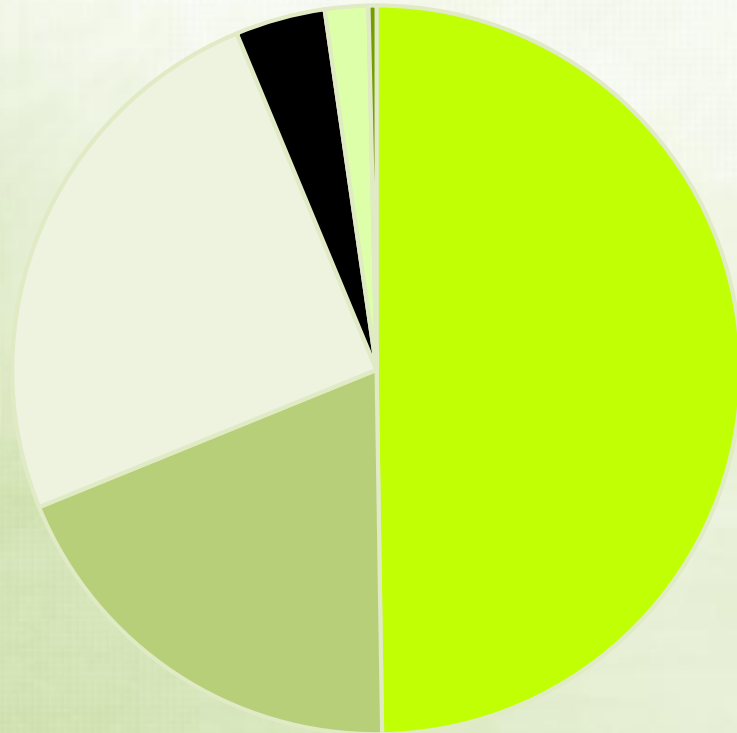


Prior Year Final



- SALARIES
- BENEFITS
- PURCHASED SERVICES
- GENERAL SUPPLIES
- CAPITAL EXPENSES
- DEBT SERVICE
- DUES & OTHER

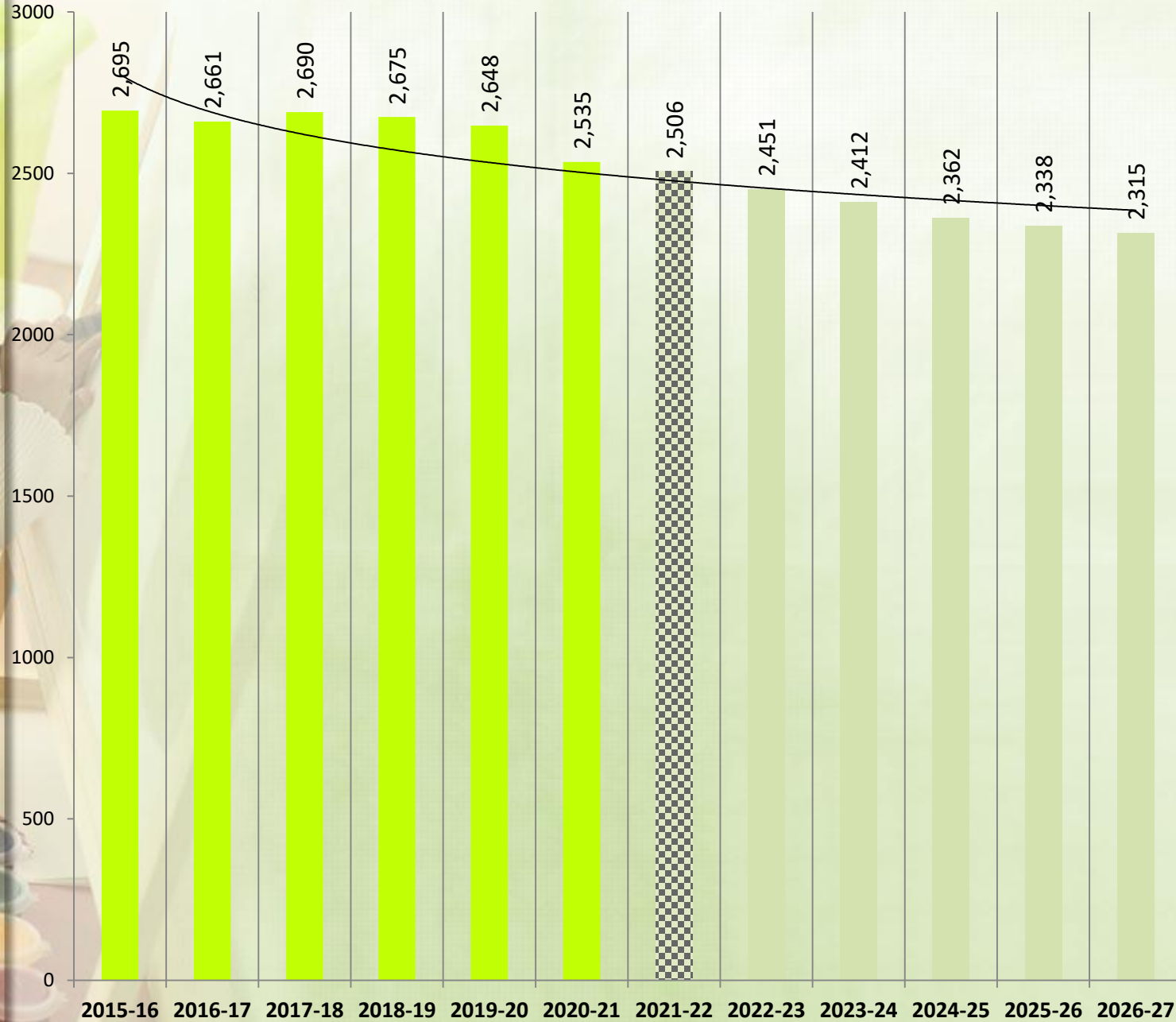
Current Year Budget



- SALARIES
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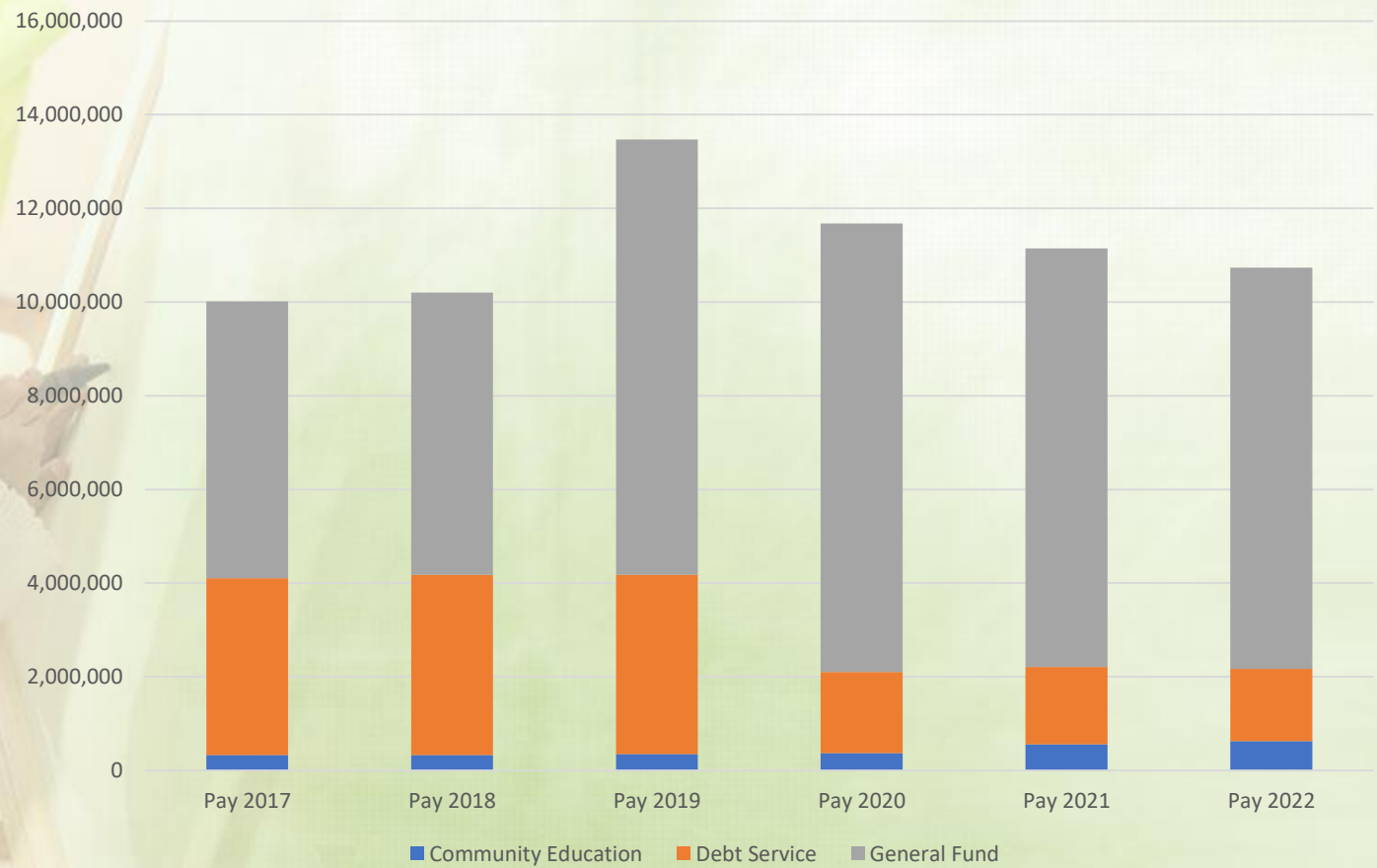


# K-12 ENROLLMENT HISTORY & PROJECTED TOTAL ENROLLMENT



# Proposed Levy Payable in 2022 vs. Final Levy Payable in 2021

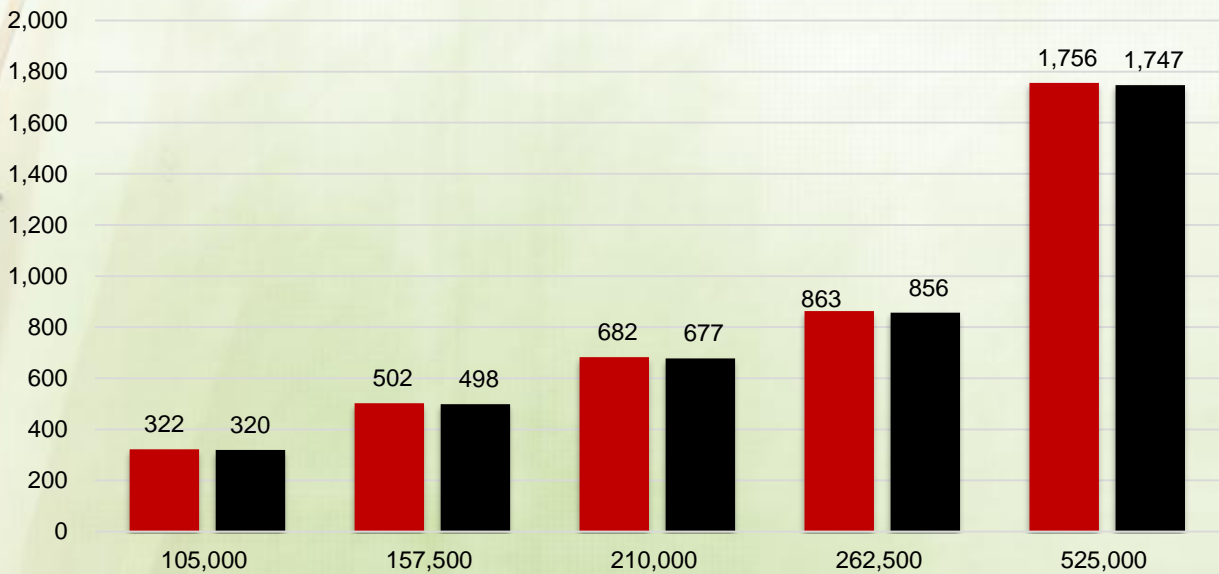
Category	Pay 21	Pay 22	\$ Levy Inc/(Dec)	% Levy Inc/Dec
<b>General Fund (Fund 01)</b>				
Referendum	\$4,587,304.67	\$4,383,331.82	(\$203,972.85)	-4.45%
Board Approved Levy	\$0.00	(\$8,030.13)	(\$8,030.13)	-100.00%
Local Optional Revenue	\$1,985,073.71	\$1,898,042.95	(\$125,741.96)	-6.21%
Equity	\$266,769.36	\$212,332.96	(\$15,725.20)	-6.90%
Operating Capital	\$263,685.78	\$326,380.52	\$62,694.74	23.78%
Re-Employment	\$43,396.53	\$19,292.10	(\$24,104.43)	-55.54%
Safe Schools	\$105,613.20	\$100,089.72	(\$5,523.48)	-5.23%
Career Technical	\$178,232.95	\$248,380.13	\$70,147.18	39.36%
Lease Levy	\$380,848.92	\$375,955.61	(\$4,893.31)	-1.28%
Long Term Fac Maint	\$1,125,350.63	\$1,008,979.08	(\$116,371.55)	-10.34%
<b>Subtotal General Fund</b>	<b>\$8,936,275.75</b>	<b>\$8,564,754.76</b>	<b>(\$371,520.99)</b>	<b>-4.16%</b>
<b>Community Service Fund (Fund 04)</b>				
Basic Community Ed	\$148,292.90	\$149,866.98	\$1,574.08	1.22%
Early Childhood Family Ed	\$101,639.94	\$105,713.92	\$4,073.98	4.01%
Home Visiting	\$2,456.43	\$2,713.75	\$257.32	10.48%
School Age Care	\$133,691.23	\$113,931.91	(\$19,759.32)	-14.78%
Ice Arena	\$163,049.46	\$241,929.16	\$78,879.70	48.38%
Adults with Disabilities	\$11,000.00	\$11,000.00	\$0.00	0.00%
<b>Subtotal - Comm Service</b>	<b>\$560,129.96</b>	<b>\$625,155.72</b>	<b>\$65,025.76</b>	<b>11.61%</b>
<b>Debt Service Fund (Fund 07)</b>				
Debt Service	\$1,647,970.39	\$1,546,883.66	(\$101,086.73)	-6.13%
<b>Subtotal - Debt Service</b>	<b>\$1,647,970.39</b>	<b>\$1,546,883.66</b>	<b>(\$101,086.73)</b>	<b>-6.13%</b>
<b>Grand Total</b>	<b>\$11,144,376.10</b>	<b>\$10,736,794.14</b>	<b>(\$407,581.96)</b>	<b>-3.66%</b>







# Property Tax Comparisons - Pay 2021 Versus Pay 2022

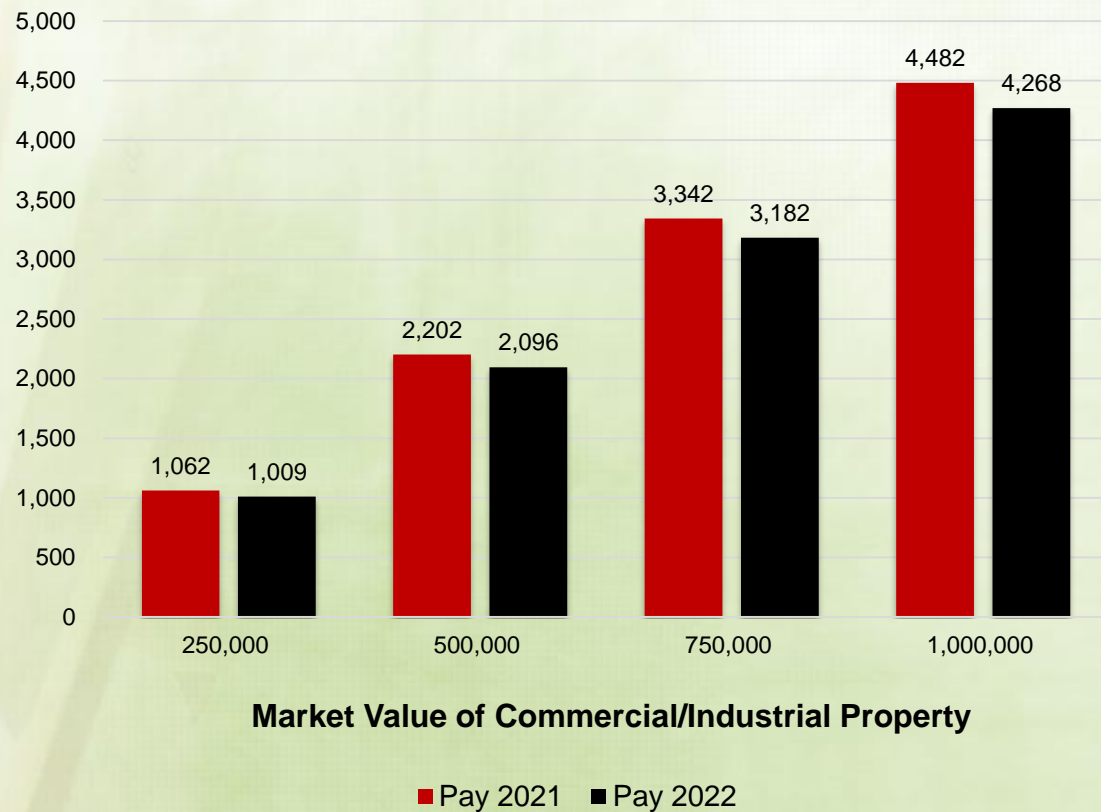


Market Value of Homestead Residential Property

■ Pay 2021 ■ Pay 2022

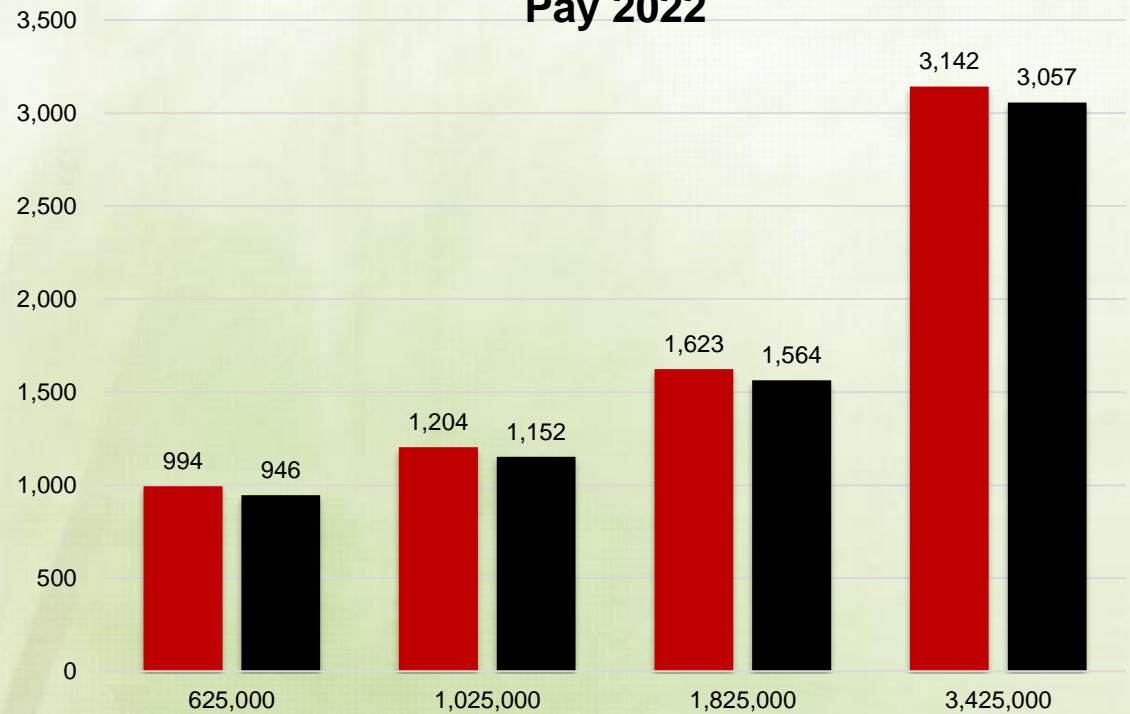


## Property Tax Comparisons - Pay 2021 Versus Pay 2022





## Property Tax Comparisons - Pay 2021 Versus Pay 2022



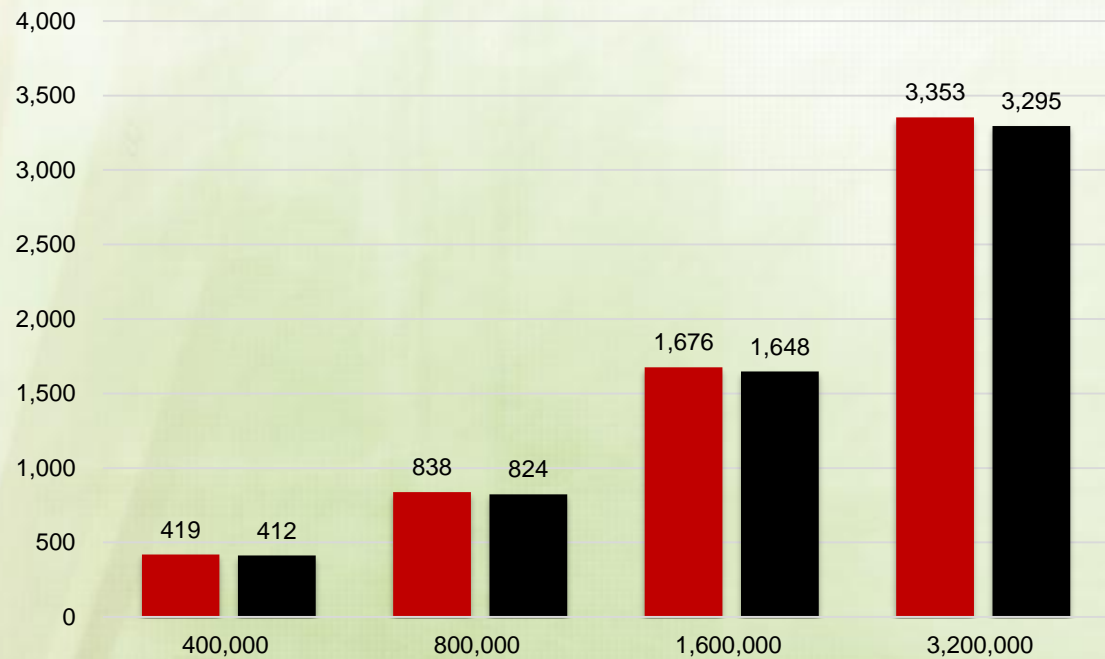
Market Value of Agricultural Homestead Property

■ Pay 2021 ■ Pay 2022





## Property Tax Comparisons - Pay 2021 Versus Pay 2022



Market Value of Agricultural Non-Homestead Property

■ Pay 2021 ■ Pay 2022



# Overview of Proposed Levy Payable in 2022

- Total levy decreased 3.66%, \$407,581.96
- This is primarily due to a 4.25% decrease in enrollment the district experienced in 2020-21. We are not expecting enrollment to rebound to pre-COVID levels.