

PRELIMINARY INFORMATION - FOR DISCUSSION ONLY

Buffaloe-Hanover-Montrose Public Schools, ISD 877

Analysis of Tax Impact for Potential Referendum Levy

July 9, 2018

Options					
Additional Revenue/Pupil Unit	\$500.00	\$750.00	\$850.00	\$950.00	\$1,000.00
Estimated Increase in Operating Referendum Revenue	\$3,110,750	\$4,666,125	\$5,288,275	\$5,910,425	\$6,221,500
- Estimated Increase in Aid	\$495,300	\$495,300	\$495,300	\$495,300	\$495,300
- Estimated Increase in Levy	\$2,615,450	\$4,170,825	\$4,792,975	\$5,415,125	\$5,726,200
Estimated Increase in Market Value Tax Rate	0.08424%	0.13434%	0.15438%	0.17442%	0.18444%

Type of Property	Estimated Market Value	Estimated Taxes for Referendum Only*				
		Taxes Payable in 2019				
	\$100,000	\$84	\$134	\$154	\$174	\$184
	125,000	105	168	193	218	231
	150,000	126	202	232	262	277
	175,000	147	235	270	305	323
	200,000	168	269	309	349	369
	225,000	190	302	347	392	415
	250,000	211	336	386	436	461
Residential	300,000	253	403	463	523	553
Homesteads,	350,000	295	470	540	610	646
Apartments,	400,000	337	537	618	698	738
and Commercial-	450,000	379	605	695	785	830
Industrial Property	500,000	421	672	772	872	922
	600,000	505	806	926	1,047	1,107
	700,000	590	940	1,081	1,221	1,291
	800,000	674	1,075	1,235	1,395	1,476
	900,000	758	1,209	1,389	1,570	1,660
	1,000,000	842	1,343	1,544	1,744	1,844
	1,250,000	1,053	1,679	1,930	2,180	2,306
	1,500,000	1,264	2,015	2,316	2,616	2,767
	2,000,000	1,685	2,687	3,088	3,488	3,689

* Amounts in the table are based on school district taxes for the referendum levy only, and do not include tax levies for other purposes. Tax increases shown above are gross increases, not including the impact of the Minnesota Homestead Credit Refund ("Circuit Breaker") program. Many owners of homestead property will qualify for a refund, based on their income and total property taxes. This will decrease the net effect of the referendum levy for many property owners.

NOTE: Agricultural property will pay taxes for the proposed referendum based only on the value of the house, garage and one acre. Seasonal recreational residential property (i.e., cabins) will pay no taxes for the proposed referendum.