



# Foley School District

**2024 Payable 2025**

## **Truth In Taxation Public Meeting**

6:00 PM

December 16, 2024

at the

Foley High School (Library)



# Foley School District

## Truth in Taxation Law

Minnesota's Truth in Taxation Law requires that cities, counties and school districts follow certain steps before adopting a tax levy for the following year. One important part of that law requires a **mailed notice** to each property owner in the county, which describes the tax levies proposed by the city, county and school district and what percent increase such a levy would mean in dollars.



# Foley School District

## Truth in Taxation Public Meeting

A second part of the law pertains to a “**Truth in Taxation**” public meeting for each taxing jurisdiction.

You are here tonight as part of the school district’s public meeting process.



# Foley School District

## Requirements of the Truth in Taxation Public Meeting

1. Discuss proposed property tax levy for taxes payable 2025.
2. Provide and discuss information on the current budget (2024-2025).
3. Public must be given a reasonable amount of time to comment on the proposed property tax levy and budget and to ask questions.

**- Minnesota Statute 275.065**



# Foley School District

## **Points to Remember:**

1. Revenue formulas are set by the State Legislature except for voter approved referendums.
2. Local Levy and State Aid mix (Equalization) are set by the State Legislature.
3. An increase in local taxes does not necessarily mean an increase in revenues for the school district.



# Foley School District

## **School District Budget**

Current School Year

2024-2025

# Fund Accounting Overview

## **GENERAL FUND (Fund 01)**

- Revenue is based on student enrollment
- The local referendum levy is part of the General Fund
- Provides for classroom instruction, instructional supplies and equipment, and other educational activities
- Special Education, and State / Federal Mandated Programs
- Extra-curricular Activities
- Pupil Transportation
- Facilities Operation and Maintenance
- Capital Expenditures and Improvements
- Health and Safety Code Compliance

## **FOOD SERVICE (Fund 02)**

- School Breakfast and Lunch Program

# Fund Accounting Overview *(cont.)*

## **COMMUNITY SERVICE (Fund 04)**

- Levy is based on adult population in the District
- Early childhood levy is based on the number of children under 5 years of age
- Provides for enrichment programs for any age level that are not part of the K-12 education program
- Early Childhood Family Education
- School Readiness
- Adult Basic Education

## **DEBT SERVICE (Fund 07)**

- Based on annual debt retirement schedules for the district's outstanding bonded indebtedness. Annual levy is for the payment of principal and interest on bonds as due.





# Foley School District

## 2024-2025 BUDGET OVERVIEW

### REVENUES

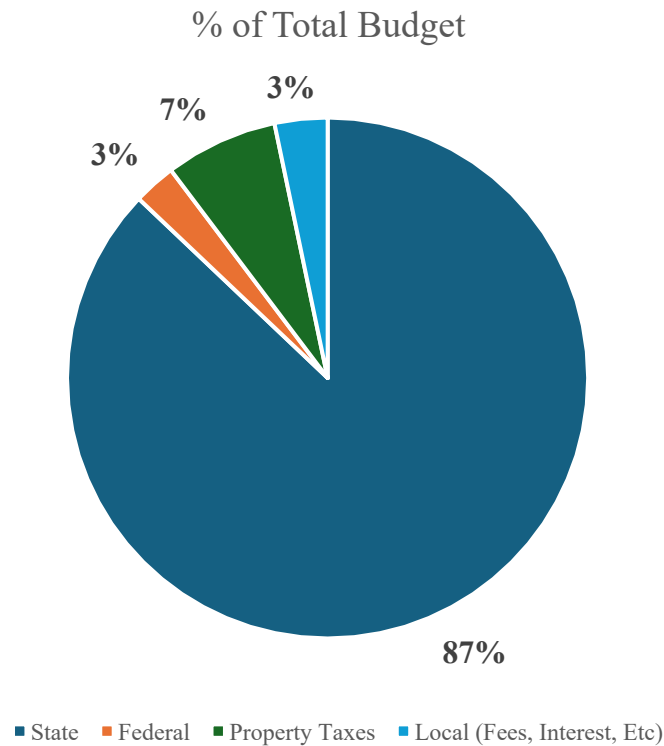
	<b>23-24 Actual</b>	<b>24-25 Budget</b>	<b>Percent Change</b>
<b>General Fund</b>	<b>\$25,399,136</b>	<b>\$25,664,890</b>	<b>1.05%</b>
<b>Food Service</b>	<b>\$2,051,708</b>	<b>\$1,885,727</b>	<b>-8.09%</b>
<b>Community Service</b>	<b>\$971,592</b>	<b>\$862,436</b>	<b>-11.23%</b>
<b>Debt Service</b>	<b>\$1,717,401</b>	<b>\$1,686,117</b>	<b>-1.82%</b>
<b>Totals</b>	<b>\$30,139,838</b>	<b>\$30,099,170</b>	<b>-0.13%</b>



# Foley School District

## General Fund Revenue Budget

*Where Do Our School Revenues Come From?*





# Foley School District

## 2024-2025 BUDGET OVERVIEW

### EXPENDITURES

	<u>23-24 Actual</u>	<u>24-25 Budget</u>	<u>Percent Change</u>
<b>General Fund</b>	\$26,224,241	\$26,009,070	-0.82%
<b>Food Service</b>	\$1,884,977	\$1,793,284	-4.86%
<b>Community Service</b>	\$1,028,481	\$1,084,311	5.43%
<b>Debt Service</b>	\$1,621,838	\$1,615,138	-0.41%
<b>Totals</b>	<b>\$30,759,537</b>	<b>\$30,501,803</b>	<b>-0.84%</b>



# Foley School District

## HOW ARE GENERAL FUND DOLLARS SPENT?

*Expenses incurred in the operation of the district are paid from the General Fund. The following schedule presents how the dollars allocated to the General Fund are spent:*

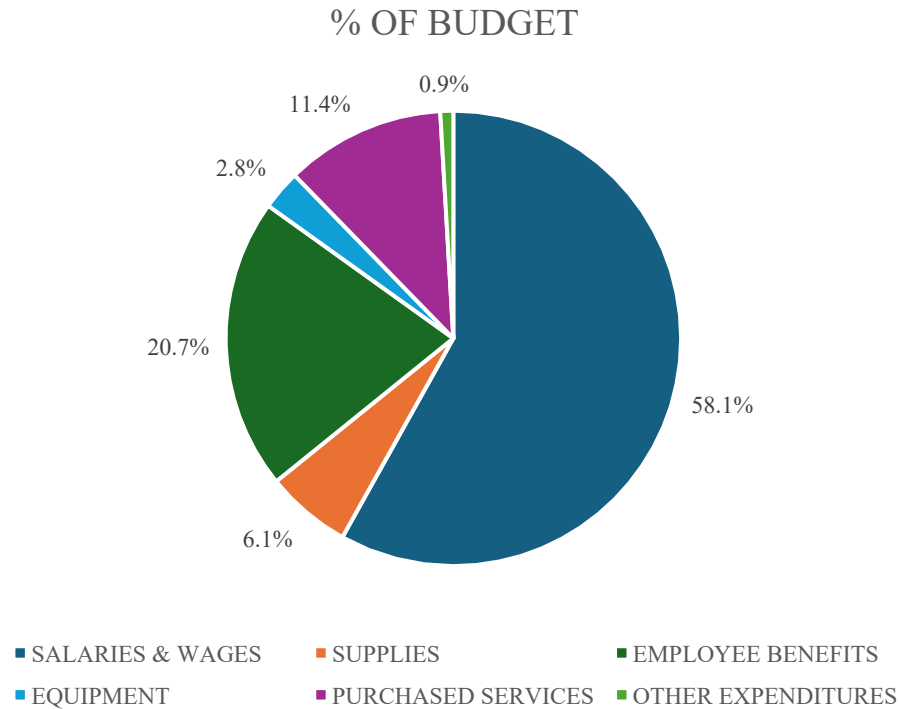
District & School Administration	4.6%
District Support Services	2.2%
Regular Instruction	40.8%
Extra Curricular	4.9%
Vocational Instruction	0.7%
Special Education Instruction	19.1%
Instructional Support Services	6.4%
Pupil Support Services	8.9%
Sites-Buildings, Equipment	11.7%
Fiscal and Other	0.8%
	100%



# Foley School District

## General Fund Expenditure Budget

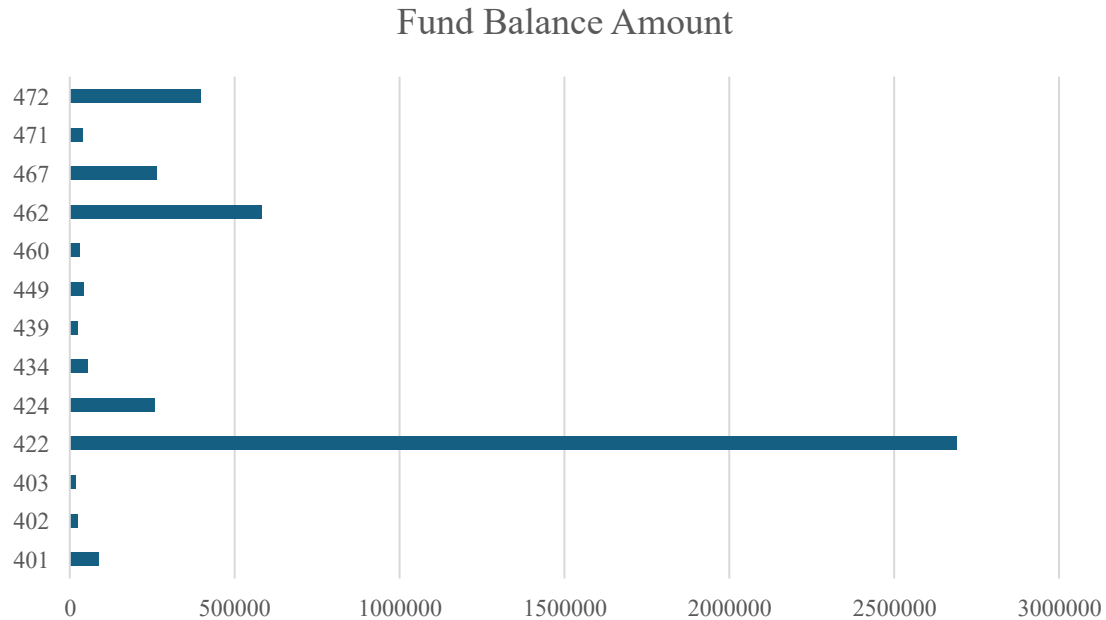
*What Do Our Expenditures Pay For?*





# Foley School District

## Components of the General Fund Balance as of June 30, 2024





# Foley School District

## School District Levy

- 2024 Payable 2025
- 2024-2025 School Year
- Fiscal Year 2025



# Foley School District

## Authority for School Levies

A School District Tax Levy must be either:

- Set by State Formula
- Voter Approved
- Board Approved
- ❖ Up to \$724 per APU





# Foley School District

## Factors Impacting Tax Change (*cont.*)

### Local Factors:

- Inflationary pressure on real estate market
- Abatements
- Property improvements not previously taxed
- Change in individual assessed market value
- Possible change in property classification (*e.g. homestead to rental*)



# Foley School District

## How will your 2025 school taxes be spent?

Percent

### **General Fund**

Provides additional funding for district instructional programs by means of the approved excess referendum. Provides funds for operating capital expenses, building/land lease, and Health & Safety costs:

**61%**

### **Community Education Fund**

Levy for Community Education Programs:

**2%**

### **Debt Service**

Levy for repayment of principal and interest on district debt:

**37%**

**Total Levy Before Credits:**

**100.0%**



# Foley School District

## LEVY LIMITATION AND CERTIFICATION 2024 Payable 2025

Comparison of Certified Payable 2024 Levy with Proposed Payable 2025 Levy

<b>GROSS LEVIES BY FUND</b>	<b>ACTUAL 23 PAY 24</b>	<b>PROPOSED 24 PAY 25</b>	<b>DOLLAR DIFFERENCE</b>	<b>PERCENT DIFFERENCE</b>
<b>General Fund</b>	<b>\$2,115,070.37</b>	<b>\$2,985,609.68</b>	<b>\$870,539.31</b>	<b>41.16%</b>
Community Services	\$110,543.06	\$121,680.32	\$11,137.26	10.08%
Debt Redemption	\$1,686,117.28	\$1,788,700.29	\$102,583.01	6.08%
<b>Total</b>	<b>\$3,911,730.71</b>	<b>\$4,895,990.29</b>	<b>\$984,259.58</b>	<b>25.16%</b>



# Foley School District

<b>Changes by Levy Category</b>			
Category	Pay 2024	Pay 2025	Change
<b>General Fund</b>			
Referendum/LOR	\$1,042,165.96	\$1,153,064.51	\$110,898.55
Equity & Transitional	\$339,261.53	\$355,415.49	\$16,153.96
Operating Capital	\$123,675.97	\$147,826.34	\$24,150.37
Building/Land Lease	\$320,587.82	\$433,534.81	\$112,946.99
Safe Schools	\$72,921.60	\$72,489.60	-\$432.00
Career & Tech	\$54,002.93	\$63,739.86	\$9,736.93
Long-Term Fac. Maint	\$226,246.95	\$681,193.00	\$454,946.05
PY Adjustments	-\$109,725.11	\$17,196.36	\$126,921.47
Other General Fund	\$45,932.72	\$61,149.71	\$15,216.99
<b>Sub-Total</b>	<b>\$2,115,070.37</b>	<b>\$2,985,609.68</b>	<b>\$870,539.31</b>
Community Service	\$110,543.06	\$121,680.32	\$11,137.26
Debt Service	\$1,686,117.28	\$1,788,700.29	\$102,583.01
<b>Total Change</b>			<b>\$984,259.58</b>



# Foley School District

**Whereas,** Pursuant to Minnesota Statutes the School Board of Foley School District, Foley, Minnesota, is authorized to make the following proposed tax levies for general purposes:

Maintenance (General Fund)	\$2,985,609.68
Community Service	\$121,680.32
Debt Service	\$1,788,700.29
<b>Total Proposed School Tax Levy</b>	<b>\$4,895,990.29</b>

**Now Therefore,** Be it resolved by the School Board of Foley School District, Foley, Minnesota, that the levy to be levied in 2024 to be collected in 2025 is set at \$4,895,990.29. The clerk of the Foley School Board is authorized to certify the proposed levy to the County Auditor.