ISD 726 - Becker Public Schools

Exploration of Operating Referendum Information for School Board Meeting held on July 7, 2025 BAIRD







WHY ARE WE CONTEMPLATING ASKING FOR NEW REVENUE FROM OUR TAXPAYERS NOW?

WHY NOW? – COMPENSATORY FUNDING

Compensatory (Free & Reduced-Price Lunch) Revenue is based on student eligibility for free/reduced-price meals and provides funds for schools to support underprepared students. In 2023, the state moved to universal free meals, which reduces form submissions—and thus eligibility data—potentially lowering compensatory revenue. The legislature appropriated \$55 million in FY26 only and established a legislative task force to make recommendations on future program changes.

For Becker, loss of compensatory revenue means fewer resources for interventions like extra instruction, early literacy, and math support forcing potential difficult choices about staffing and programming.

WHY NOW? – SEASONAL UNEMPLOYMENT INSURANCE

Minnesota passed a law in 2023 extending unemployment insurance to non-instructional school workers during the summer. A \$135 million trust fund was appropriated to cover costs until June 2027 or until depleted

After Fiscal Year 2027, districts may/must absorb costs—either via local levies (from FY 2028 onward) or general fund budgets

WHY NOW? – PAID FAMILY & MEDICAL LEAVE ACT

Paid Family Medical Leave Act (PFMLA) modifications commence January 1, 2026 Financial strain from these leave requirements may lead to reduced staff, increased operational costs, or potential cuts in services

WHY NOW? - OTHER ITEMS OF CONSIDERATION



Resolution calling for the Operating Levy Referendum is being considered at this July 7, 2025, School Board meeting. The District Board must act by August 12, 2025, to hold a November 4, 2025, Operating Levy Referendum.

Notice to County Auditor and last day to Adopt Resolution Calling for Election	Tuesday, August 12, 2025
Notice to Commissioner	Friday, August 22, 2025
Vote Absentee	Friday, September 19, 2025
Election Day	Tuesday, November 4, 2025

ELECTION DATES OF IMPORTANCE

NOVEMBER 4, 2025, BALLOT QUESTION OPTIONS

BALLOT LANGUAGE DISCLAIMER PLEASE NOTE – THE BALLOT QUESTION EXAMPLES INCLUDED IN THIS SLIDE SHOW ARE FOR ILLUSTRATION ONLY AND STILL NEED TO BE REVIEWED AND VETTED BY JUSTIN REPPE AT KUTAK ROCK (DISTRICT LEGAL / BOND COUNSEL) AS OF JUNE 24, 2025



SINGLE BALLOT QUESTION OPTION - \$125 PER APU OPERATING LEVY REFERENDUM

Ballot Question -\$125 per APU Option

SCHOOL DISTRICT BALLOT QUESTION 1 APPROVAL OF SCHOOL DISTRICT REFERENDUM REVENUE AUTHORIZATION

The School Board of Independent School District No. 726 (Becker Public Schools), Minnesota has proposed to increase its general education revenue by \$125 per pupil, subject to an annual increase at the rate of inflation. The proposed referendum revenue authorization would be first levied in 2025 for taxes payable in 2026 and would be applicable for ten (10) years unless otherwise revoked or reduced by law. Shall the increase in general education revenue proposed by the school board of Independent School District No. 726 (Becker Public Schools), Minnesota be approved?

BY VOTING "YES" ON THIS BALLOT QUESTION, YOU ARE VOTING FOR A PROPERTY TAX INCREASE. Ballot Question - \$125 per APU requests voters to approve an increase in its voter approved operating levy referendum revenue by \$422K annually and will be used to fund operational needs district wide.

	Titles below reflect Current Year Info	Current	New	Difference
	Taxes Payable	2025	2026	
DAU	Fiscal Year	2026	2027	
BAII	ADJ PU 2025-2026	3,074.20	3,074.20	0.00
	Current Voter-Approved Authority	1,059.97	1,085.73	25.76
	Enter New Requested Authority		<u>125.00</u>	125.00
Α	llowance (Voter- approved Authority)	1,059.97	1,210.73	150.76
	Voter Approved Revenue	3,258,560	3,722,018	463,458
	Equity Revenue Change		(40,579)	(40,579)
	New Revenue Generated	3,258,560	3,681,438	422,879
	Share paid by State (Total Aid)	0	0	0
	Share paid by State %	0.00%	0.00%	
	Local Levy Share	3,258,560	3,722,018	463,458
	Local Levy Rate	0.13513%	0.15435%	0.01922%

BALLOT QUESTION -\$125 PER APU OPTION

	Net New Dollars Generated Est. Tax Rate	New Op. Levy Authority - \$125.00 per Pupil Unit 422,879 0.01922%	BAIRDTotal Est. Monthly TaxImpact Commencing with Taxes Payable 2026	
Property Type	Estimated Market Value	Annual Tax Impact Commencing with Taxes Payable 2026		
Homestead Residential Property	200,000 400,000 600,000	38.44 76.88 115.32	3.20 6.41 9.61	
Commercial / Industrial	200,000 400,000 600,000	38.44 76.88 115.32	3.20 6.41 9.61	
Apartments	200,000 400,000 600,000	38.44 76.88 115.32	3.20 6.41 9.61	
Seasonal Rec	200,000 400,000 600,000	0.00 0.00 0.00	0.00 0.00 0.00	
Ag Dwelling Value of HSTD Only (house, garage and 1 acre)	200,000 400,000 600,000	38.44 76.88 115.32	3.20 6.41 9.61	
Remainder of Ag HSTD assessed value per acre	7,500 10,000 12,500	0.00 0.00 0.00	0.00 0.00 0.00	
Remainder of Ag Non-HSTD assessed value per acre	7,500 10,000 12,500	0.00 0.00 0.00	0.00 0.00 0.00	

Note - Seasonal rec property and agricultural land beyond dwelling value (home, garage and one acre) are exempt from RMV tax (voter approved operating referendum)

TAXPAYER NOTICE INFORMATION FOR \$125 PER APU OPERATING LEVY REFERENDUM BALLOT QUESTION



SINGLE BALLOT QUESTION OPTION - \$175 PER APU OPERATING LEVY REFERENDUM

Ballot Question -\$175 per APU Option

SCHOOL DISTRICT BALLOT QUESTION 1 APPROVAL OF SCHOOL DISTRICT REFERENDUM REVENUE AUTHORIZATION

The School Board of Independent School District No. 726 (Becker Public Schools), Minnesota has proposed to increase its general education revenue by \$175 per pupil, subject to an annual increase at the rate of inflation. The proposed referendum revenue authorization would be first levied in 2025 for taxes payable in 2026 and would be applicable for ten (10) years unless otherwise revoked or reduced by law. Shall the increase in general education revenue proposed by the school board of Independent School District No. 726 (Becker Public Schools), Minnesota be approved?

BY VOTING "YES" ON THIS BALLOT QUESTION, YOU ARE VOTING FOR A PROPERTY TAX INCREASE. Ballot Question - \$175 per APU requests voters to approve an increase in its voter approved operating levy referendum revenue by \$569K annually and will be used to fund operational needs district wide.

	Titles below reflect Current Year	r Info	Current	New	Difference
	Taxes Pa	yable	2025	2026	
	Fiscal	Year	2026	2027	
	BAIRD ADJ PU 2025	-2026	3,074.20	3,074.20	0.00
	Current Voter-Approved Auth	nority	1,059.97	1,085.73	25.76
	Enter New Requested Auth	nority		<u>175.00</u>	175.00
	Allowance (Voter- approved Auth	ority)	1,059.97	1,260.73	200.76
	Voter Approved Re	venue	3,258,560	3,875,728	617,168
_	Equity Revenue Cl	nange		(47,343)	(47,343)
	New Revenue Gene	rated	3,258,560	3,828,385	569,825
	Share paid by State (Tota	l Aid)	0	0	0
	Share paid by Sta	ate %	0.00%	0.00%	
	Local Levy S	Share	3,258,560	3,875,728	617,168
	Local Levy	Rate	0.13513%	0.16073%	0.02560%

BALLOT QUESTION -\$175 PER APU OPTION

	Net New Dollars Generated Est. Tax Rate	New Op. Levy Authority - \$175.00 per Pupil Unit 569,825 0.02560%	BAIRD Total Est. Monthly Tax Impact Commencing with Taxes Payable 2026	
Property Type	Estimated Market Value	Annual Tax Impact Commencing with Taxes Payable 2026		
Homestead Residential Property	200,000 400,000 600,000	51.20 102.40 153.60	4.27 8.53 12.80	
Commercial / Industrial	200,000 400,000 600,000	51.20 102.40 153.60	4.27 8.53 12.80	
Apartments	200,000 400,000 600,000	51.20 102.40 153.60	4.27 8.53 12.80	
Seasonal Rec	200,000 400,000 600,000	0.00 0.00 0.00	0.00 0.00 0.00	
Ag Dwelling Value of HSTD Only (house, garage and 1 acre)	200,000 400,000 600,000	51.20 102.40 153.60	4.27 8.53 12.80	
Remainder of Ag HSTD assessed value per acre	7,500 10,000 12,500	0.00 0.00 0.00	0.00 0.00 0.00	
Remainder of Ag Non-HSTD assessed value per acre	7,500 10,000 12,500	0.00 0.00 0.00	0.00 0.00 0.00	

(voter approved operating referendum)

TAXPAYER NOTICE INFORMATION FOR \$175 PER APU OPERATING LEVY REFERENDUM BALLOT QUESTION



QUESTIONS, COMMENTS, AND FURTHER DISCUSSION