



# Edina Public Schools

## Edina School District 273


Proposed 2015 Payable 2016  
Levy Certification  
December 15, 2015

# AGENDA



- ▶ Tax Levy Calendar
- ▶ Basic School Funding
- ▶ Factors Contributing to the Levy Change
- ▶ Levy Certification 2015 pay 2016
- ▶ Graphical Analysis
- ▶ Budget – part of the regular Board meeting agenda

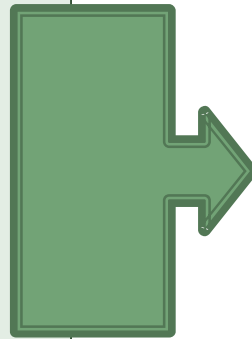
# TAX LEVY CALENDAR

- ▶ September Certify Proposed Levy (1)
  - ▶ November County mails levy notices to property owners
  - ▶ December Public hearing as part of regular board meeting
  - ▶ December Certify final tax levy (2)
- 
- ▶ (1) Except for new voter approved tax levies, the final levy cannot exceed the proposed levy certified in September
  - ▶ (2) The certification of the levy is the culmination of a five month process which began the previous July
- 

# AUTHORITY FOR SCHOOL LEVIES

▶ A School District Tax Levy Must Be Either:

- Set by State Formula
  - OR
- Voter Approved



▶ Authorized Total Revenue

▶ Minus

Local Property Taxes

▶ Equals

▶ State Aid



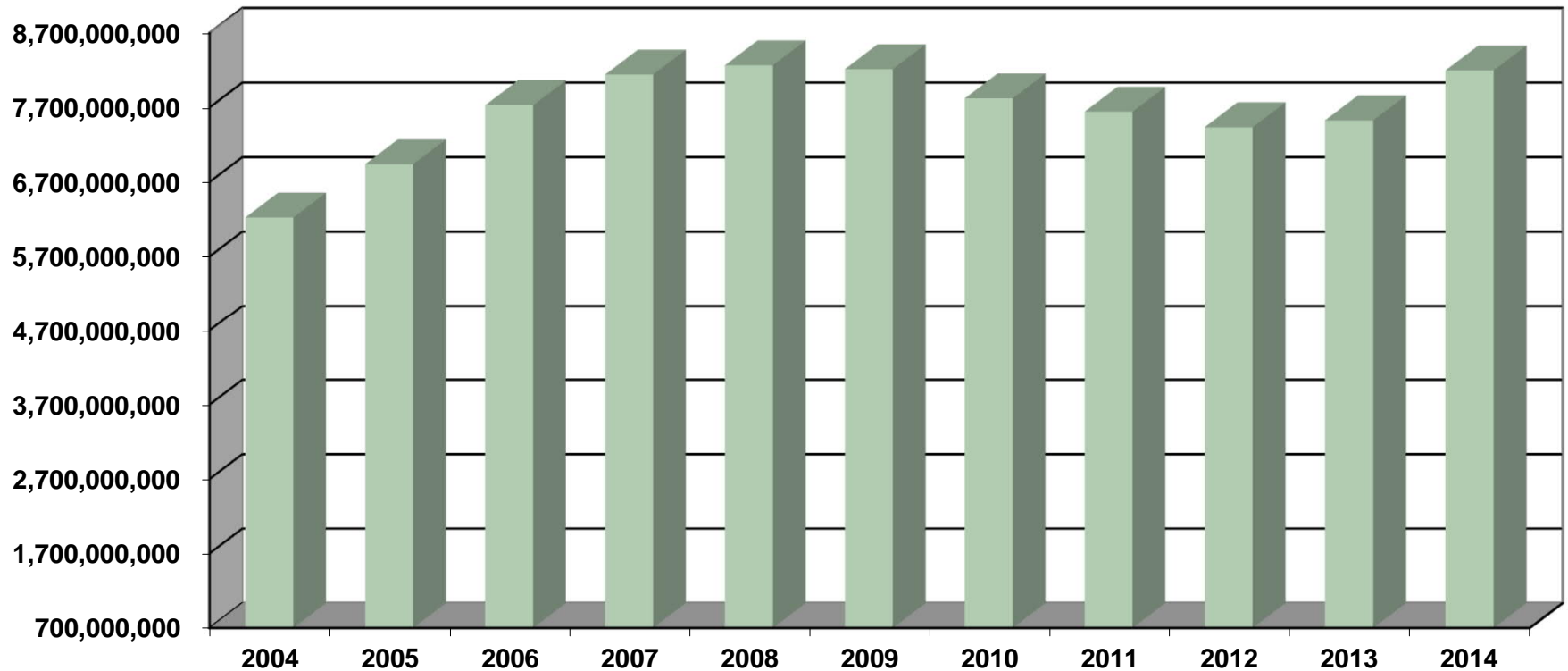
Authority for School  
Levies

Basic Formula for  
Calculating Revenue

# 2015 PAY 2016 REFERENDUM MARKET VALUE ANALYSIS

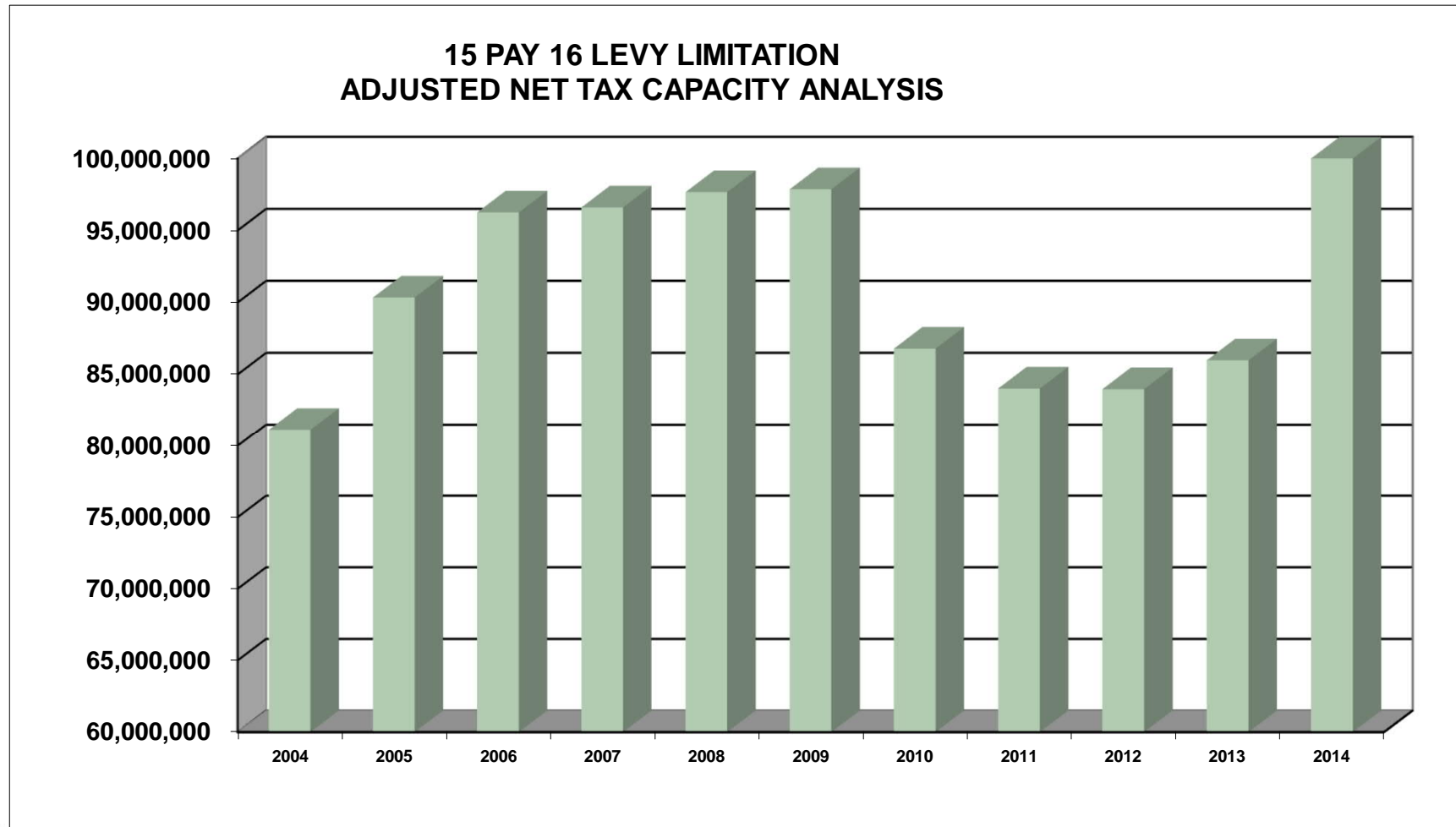
8.9% increase—state average 6.7% increase

**15 PAY 16 LEVY LIMITATION  
REFERENDUM MARKET VALUE ANALYSIS**



# 2015 PAY 2016 ADJUSTED NET TAX CAPACITY ANALYSIS

16.8% increase—state average 10.7% increase



# WHAT IS INCLUDED IN THE SCHOOL DISTRICT LEVY CERTIFICATION?

- ▶ **Voter approved referendums**
    - Levy, bond, and capital technology
  - ▶ **Levies set by state formula**
    - equity, operating capital, transition, community service
  - ▶ **Levies authorized by the state based on local need**
    - reemployment, crime, career & technical, health & safety, facility leases, integration, deferred maintenance, extended day disabled and abatements
- 



# FACTORS CONTRIBUTING TO THE LEVY CHANGE

- ▶ Intentional reduction in debt service excess already included in proposed levy information
  - Estimated \$14/yr savings for average home
- ▶ Voter approved bond referendum 5/5/15 +16.4%
- ▶ Legislative formula changes & property value increases +2.5%
- ▶ Prior year adjustments -.5%
- ▶ Long Term Facilities Maintenance +1.2%
- ▶ Abatements (includes carryover from last year)-.5%

2014 Tax capacity & market value changes 16.8% (used for district levy)

Estimated state average levy increase 9.9%

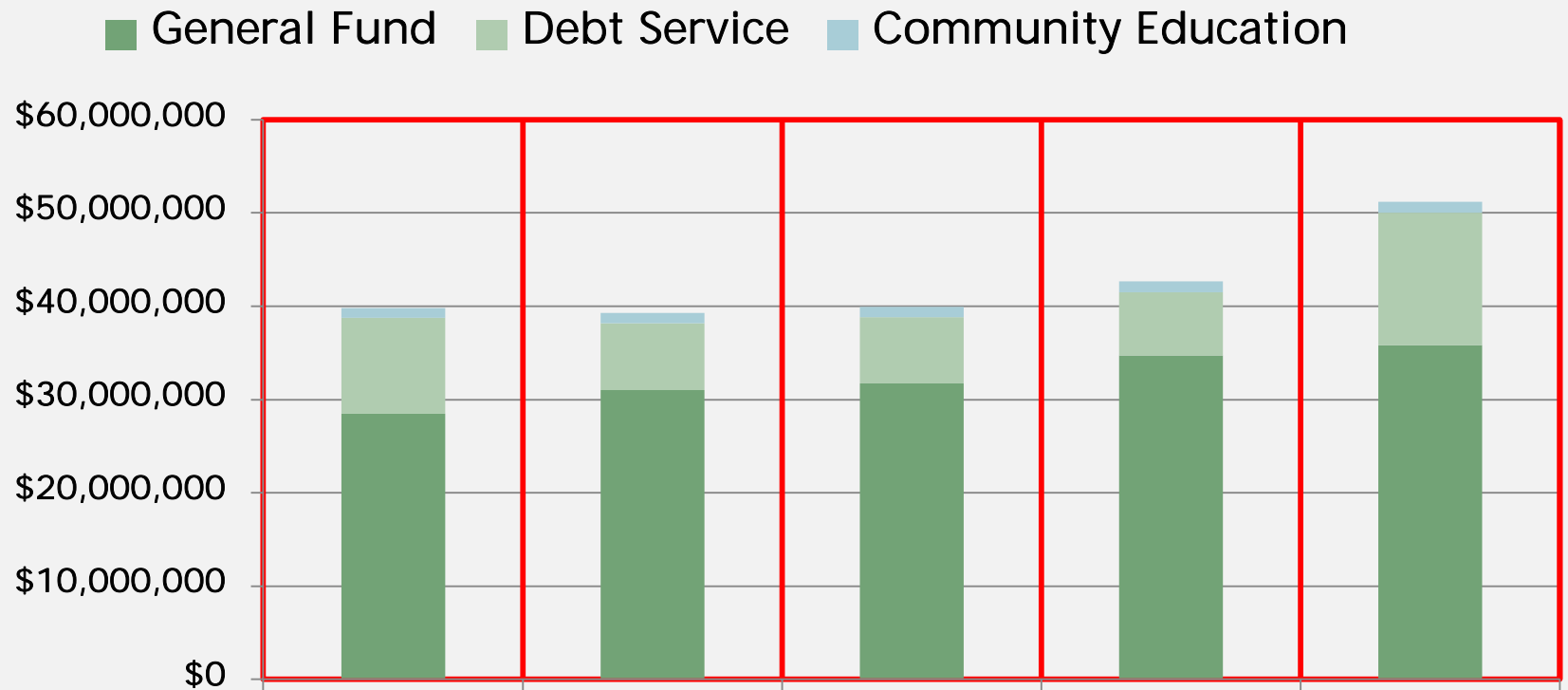




# 2015 PAY 2016 LEVY CERTIFICATION

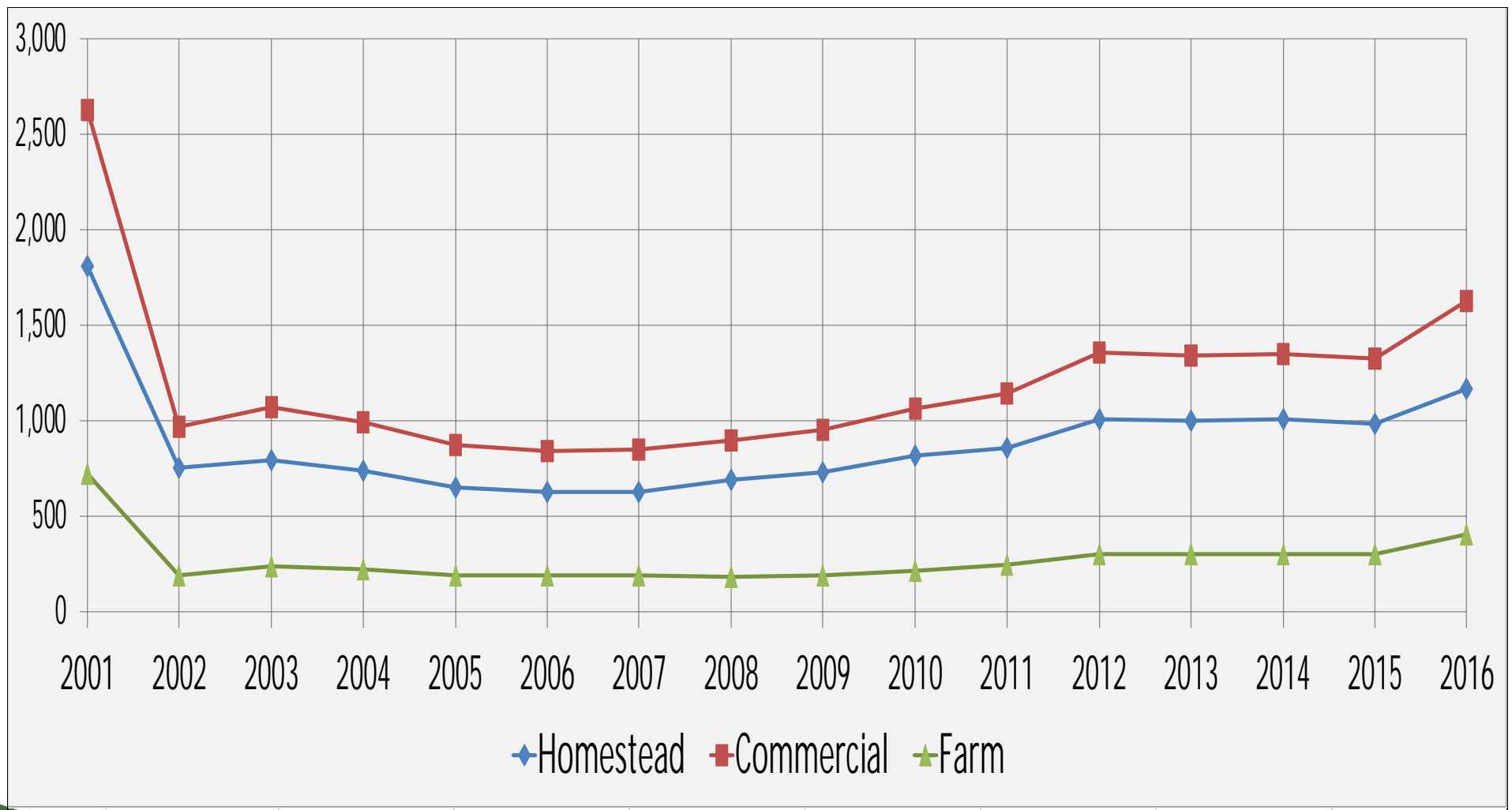
	2011 LEVY For 2012-13	2012 LEVY For 2013-14	2013 LEVY For 2014-15	2014 LEVY For 2015-16	2015 LEVY For 2016-17
<b>Voter Approved Levies</b>					
<i>Referendum Levy</i>	\$16,241,981	\$15,901,024	\$12,646,480	\$13,029,843	\$12,760,234
<i>Capital Technology Levy</i>	4,500,000	4,638,103	4,558,717	4,587,812	5,061,998
<i>Debt Service (Fund 7)</i>	10,280,561	7,193,037	7,093,181	6,803,594	14,462,927
	<b>\$31,022,542</b>	<b>\$27,732,164</b>	<b>\$24,298,378</b>	<b>\$24,421,249</b>	<b>\$32,285,158</b>
<b>Other Levies</b>					
<i>Equity Revenue</i>	631,613	660,348	653,719	1,082,131	1,041,991
<i>Location Equity</i>	0	0	3,939,130	3,955,581	3,952,104
<i>Student Achievement (Gen Ed)</i>	0	0	293,931	283,731	301,354
<i>Operating Capital</i>	1,817,230	1,764,829	1,352,892	1,386,852	1,593,930
<i>Alt. Comp</i>	765,568	771,002	769,648	777,407	771,940
<i>Integration</i>	278,817	314,657	247,236	298,444	336,719
<i>Reemployment</i>	253,733	100,000	33,360	17,494	9,574
<i>Safe Schools</i>	395,394	398,292	424,778	470,020	474,045
<i>Career &amp; Technical</i>	52,219	44,782	39,299	68,539	52,990
<i>OPEB</i>	704,323	663,811	696,430	782,287	665,079
<i>Health/Safety</i>	497,439	306,813	242,792	238,164	-14,160
<i>Alternative Facilities/Def Maint</i>	1,730,064	4,218,529	4,640,567	6,921,785	0
<i>Long Term Facilities Maintenance</i>	0	0	0	0	7,673,351
<i>Levy for lease</i>	509,361	609,716	978,598	827,911	789,140
<i>LCTS</i>	0	0	0	0	0
<i>Other</i>	90,721	632,465	205,147	274,730	65,611
<i>Community Service (Fund 4)</i>	\$1,053,182	\$1,092,885	\$1,142,249	\$1,158,391	\$1,189,444
	<b>\$8,779,666</b>	<b>\$11,578,128</b>	<b>\$15,659,776</b>	<b>\$18,543,468</b>	<b>\$18,903,112</b>
<b>Total</b>	<b>\$39,802,207</b>	<b>\$39,310,292</b>	<b>\$39,958,154</b>	<b>\$42,964,717</b>	<b>\$51,188,271</b>

# LEVY CERTIFICATION ANALYSIS



	PAY 2012	PAY 2013	PAY 2014	PAY 2015	PAY 2016
Community Education	1053182	1092885	1142249	1158391	1189444
Debt Service	10280561	7193037	7093181	6803594	14162927
General Fund	28468464	31024370	31722724	34719002	35835900

# Change in District Property Taxes 2001–2016



# Estimated Annual Tax impact of 2015 Pay 2016 Levy

Market Value	Tax Impact with No Change in Market Value w/o Bond	Tax Impact with No Change in Market Value W Bond	Market Value with Average 4.4% Increase	Tax Impact with 4.4% Change in Market Value W Bond
\$250,000	-\$35	+\$142	\$261,000	+\$206
\$442,500	-\$61	+\$271	\$461,970	+\$378
\$550,000	-\$76	+\$337	\$574,200	+\$470
\$700,000	+\$40	+\$604	\$756,000	+\$800
\$1,000,000	+\$205	+\$1049	\$1,044,000	+\$1330

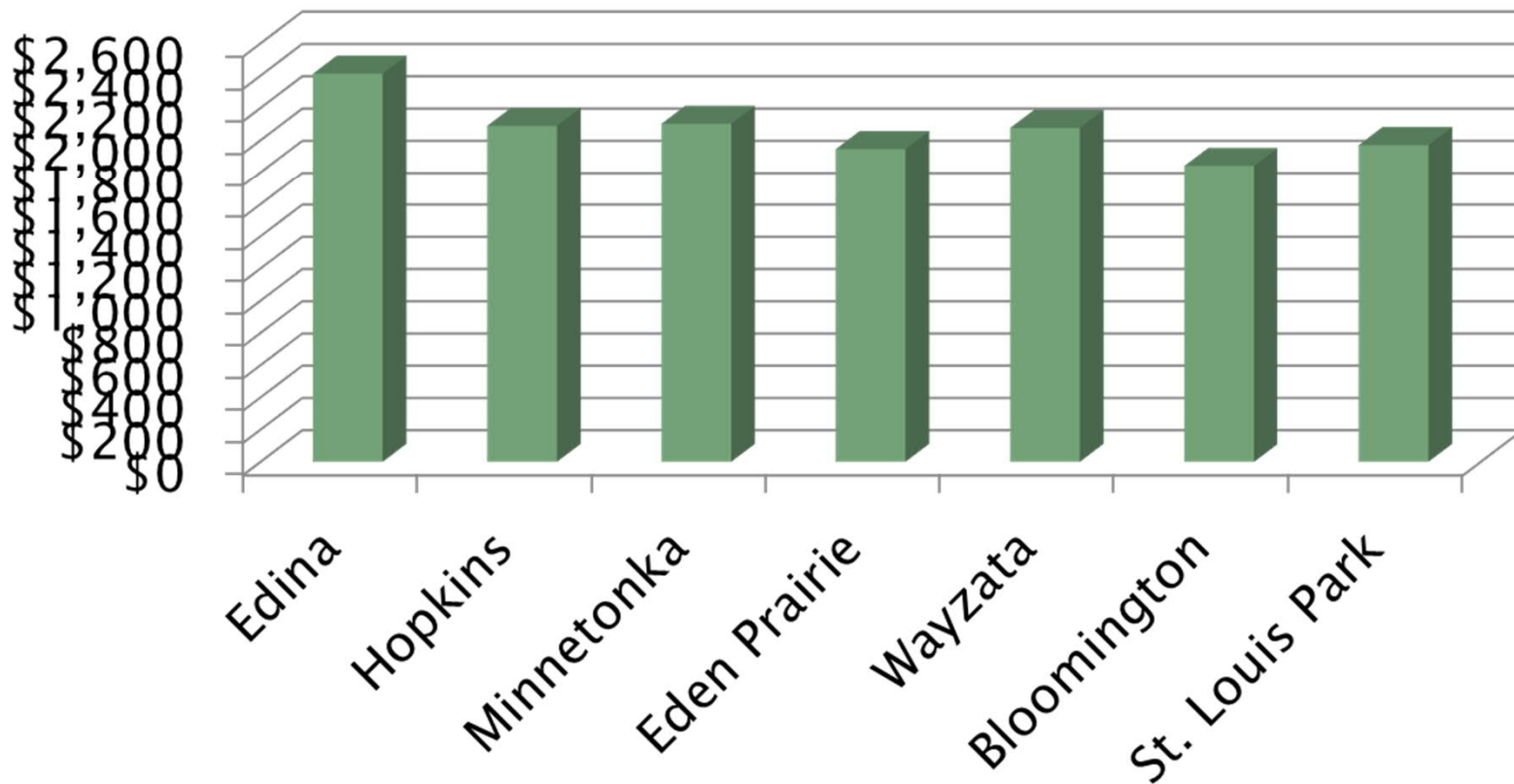
❖ Per Hennepin County-average home value for 2014 = \$400,000 and 2015 = \$438,800

❖ Overall increase in district tax base for 2015 10.5%

# SCHOOL DISTRICT TAX COMPARISON on \$438,800 HOME

Information from Hennepin County based on school district tax by city

## Tax Impact



# 2015-16 Budget

## with 2014-15 Audit Results

	2011-12	2012-13	2013-14	2014-15	2015-16
REVENUES	ACTUAL	ACTUAL	ACTUAL	ACTUAL	BUDGET
FUND					
General	\$88,769,978	\$93,704,771	\$91,780,232	\$95,841,833	\$97,070,927
Food Service	3,277,313	3,308,575	3,271,491	2,884,809	3,305,898
Community Service	7,185,703	7,395,570	7,857,781	7,054,845	6,744,635
Building	3,511,063	14,061,630	8,856,851	15,738,079	11,509,597
Debt Service	10,438,288	10,505,375	6,973,312	7,146,476	6,489,840
Internal Service	781,809	808,024	820,368	826,470	800,000
	\$113,964,154	\$129,783,945	\$119,560,035	\$129,492,512	\$125,920,897
EXPENDITURES					
FUND					
General	\$86,950,305	\$92,136,638	\$90,278,644	\$92,631,470	\$98,349,122
Food Service	3,152,315	3,261,311	3,183,720	2,783,284	3,370,865
Community Service	7,153,747	7,486,731	7,831,075	7,019,635	6,651,844
Building	2,694,682	4,121,552	15,650,082	16,453,625	14,003,714
Debt Service	10,278,028	68,787,321	6,801,965	6,665,143	6,803,732
Internal Service	731,512	759,801	753,725	777,971	761,000
	\$110,960,589	\$176,553,354	\$124,499,211	\$126,331,128	\$129,940,277

# 2015-16 Budget

## with 2014-15 Audit Results

REVENUES	2011-12	2012-13	2013-14	2014-15	2015-16
	ACTUAL	ACTUAL	ACTUAL	ACTUAL	BUDGET
Local Levy	\$23,813,219	\$27,237,931	\$10,666,213	\$22,950,814	\$23,277,135
State Aid	58,857,487	62,296,085	76,710,991	68,608,136	70,157,606
Federal Aid	3,344,546	1,683,183	1,809,161	1,488,368	1,374,540
Other Local	2,754,726	2,487,574	2,593,867	2,794,515	2,261,646
	\$88,769,978	\$93,704,773	\$91,780,232	\$95,841,833	\$97,070,927
EXPENDITURES					
Salaries & Wages	\$55,148,923	\$57,465,308	\$57,906,779	\$60,035,535	\$62,816,634
Employee Benefits	18,307,021	18,860,329	19,122,471	19,559,230	19,928,087
Purchased Services	7,740,009	8,467,291	8,504,206	7,756,627	8,526,665
Supplies & Materials	2,972,249	3,757,947	2,851,029	2,904,648	3,635,069
Capital Expenditures	2,782,103	4,175,620	1,894,159	2,375,430	3,442,667
	\$86,950,305	\$92,726,495	\$90,278,644	\$92,631,470	\$98,349,122
Enrollment/ADM	8,307	8,365	8,438	8,449	8,465
UNASSIGNED FUND BALANCE	\$5,924,085	\$6,973,244	\$8,535,456	\$10,134,564	\$10,104,623
Unassigned Fund Balance as a % of Expenditures	6.81%	7.52%	9.45%	10.94%	10.27%



# Edina Public Schools

