

PUBLIC HEARING FOR TAXES PAYABLE 2011

Meeting Goals

- I. Introduction
- II. Explanation of the property tax statement
(school portion only)
- III. Discussion of taxes payable 2011
- IV. Discussion of budgets
- V. Comments

INTRODUCTION

PUBLIC HEARING LAW

- Residents receive a mailed notice describing the proposed property taxes
- Residents are informed of the time and place when the proposed taxes and budget will be discussed

Why do taxes change?

- Value of your home and homes around you
- Proposed taxes for cities, counties & schools
- Actions of state and federal law makers
- The interactions of all these factors

EXPLANATION OF TAX STATEMENT

PUBLIC SCHOOL LEVY AUTHORITY

IS

1. STATE AUTHORIZED

AND

2. VOTER APPROVED

EXPLANATION OF THE SCHOOL PORTION OF YOUR TAX STATEMENT

1. STATE AUTHORIZED LEVIES (Other Local Levies)

- Operating Capital**
- Health & Safety**
- Building Leases**
- Deferred Maintenance**
- Alternative Teacher Compensation**
- Community Education**
- Other Post Employment Benefits**

EXPLANATION OF THE SCHOOL PORTION OF YOUR TAX STATEMENT

2. VOTER APPROVED LEVIES:

- 2003 **operating levy** for \$533 per student was renewed in the Fall of 2010 that expires in 2019
- 2006 **operating levy** for \$990 per student that expires in 2015
- 1999 **debt service levy** for \$80 million for remodeling and renovation that will expire in 2024.

DISCUSSION OF TAXES PAYABLE 2011

TIME LINE

- 2010 Final Taxes Certified
- 2011 Taxes Collected
- 2011-12 School Year when revenue is available
(2010 Legislative changes)

WHAT VARIABLES WOULD CAUSE THE SCHOOL PORTION OF YOUR TAXES TO INCREASE OR DECREASE?

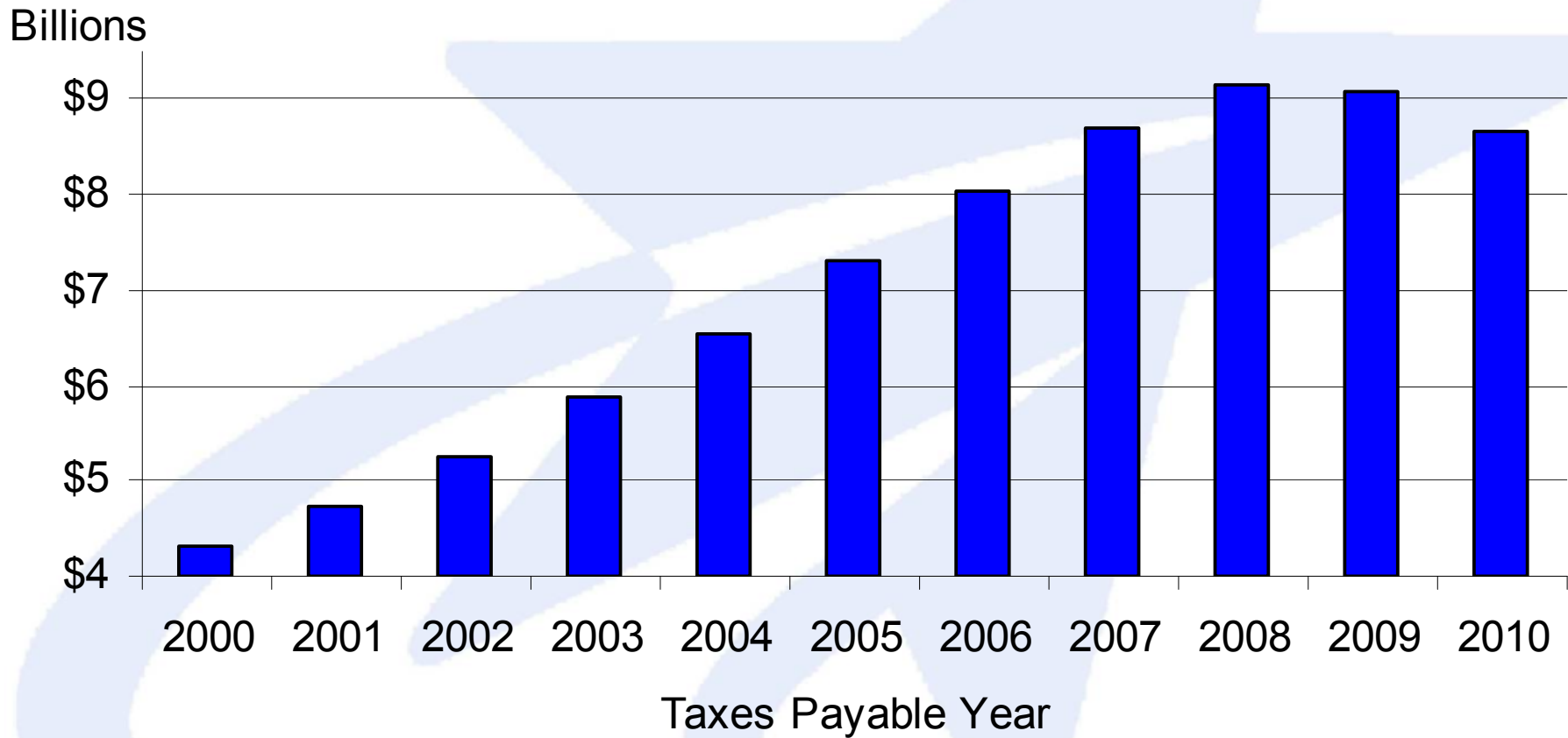
What the district can't control:

- 1. Changes in market values**
- 2. State formulas and mandates**
- 3. Changes in enrollment**
- 4. Property tax refunds**

What the district can control:

- 1. The total proposed taxes**

Changes in Market Value



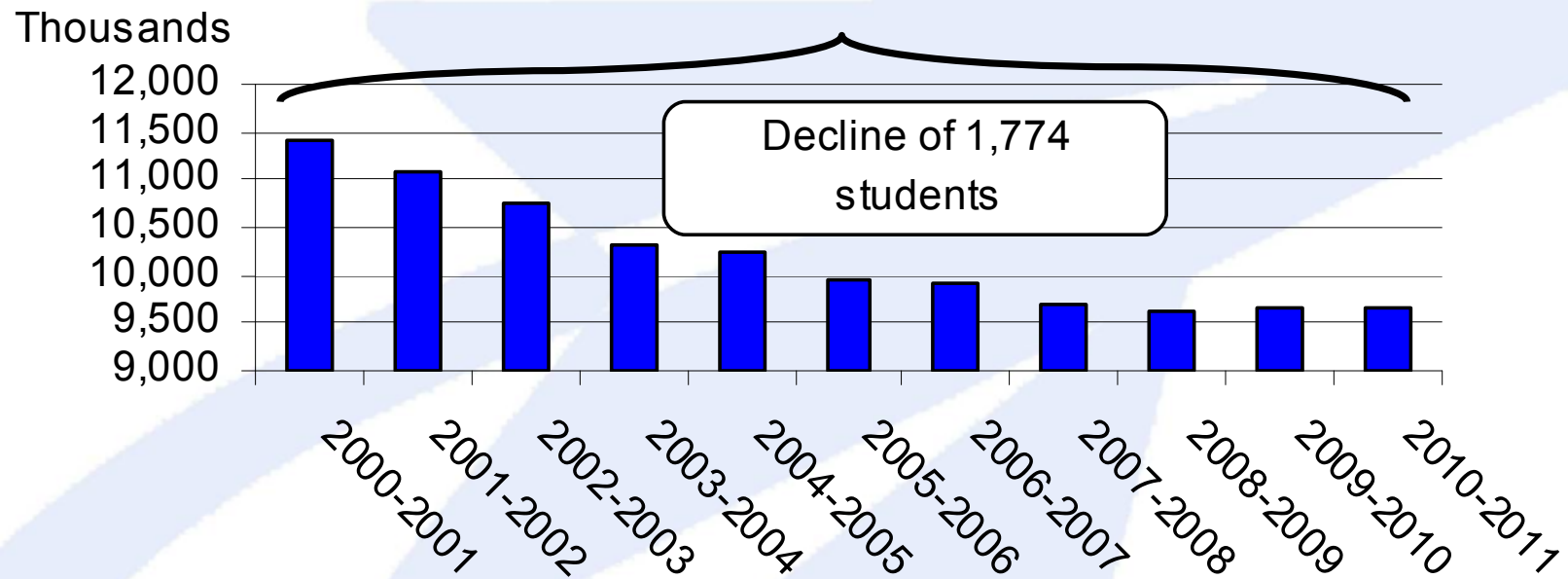
Changes in Market Value

These are not under the jurisdiction of
Mounds View Public Schools.

These are under the jurisdiction of
Ramsey County.

Student Enrollment

(October 1st)



Property Tax Refunds

The legislature provides several different types of property tax relief. More information is available:

- ◆ Minnesota Department of Revenue (651)296-3781
- ◆ www.taxes.state.mn.us
- ◆ Minnesota Tax Forms
Mail Station 5510
St Paul, MN 55146-5510

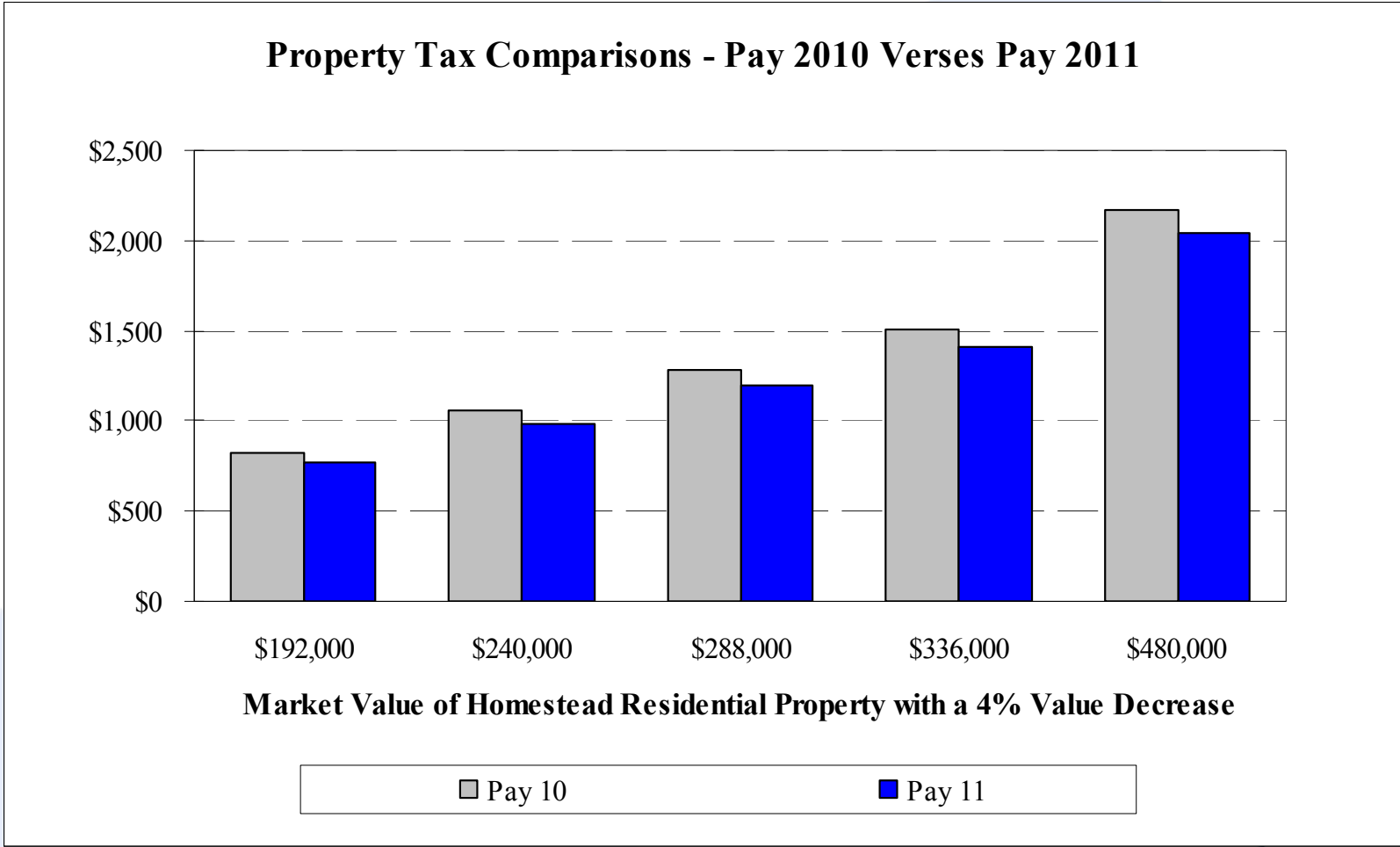
THE PROPOSED SCHOOL TAX LEVY FOR 2011

	<u>2010</u>	<u>2011</u>	<u>\$ Change</u>	<u>% Change</u>
Voter Approved	24,674,256	24,981,889	307,634	1.2%
Other Local	<u>16,579,594</u>	<u>15,532,855</u>	<u>(1,046,738)</u>	<u>-6.3%</u>
School District Total	41,253,849	40,514,745	(739,105)	-1.8%

THE PROPOSED SCHOOL TAX LEVY FOR 2011

- Voter approved
\$303,357 increase in the debt
service levies
- Other local levies
(\$1,042,451) decrease is the
result of a credit from a closing a
tax increment financing project

WHAT DOES THIS MEAN FOR A MEDIAN VALUED HOME?



Taxes Payable 2011 Summary

- Taxes collected for schools in 2011 will decrease from 2010
- 2010 school taxes = \$41.2 million
2011 school taxes = \$40.5 million
- A home valued at \$250,000 will have the school portion of their taxes range from (\$35) to (\$91)

DISCUSSION OF BUDGET

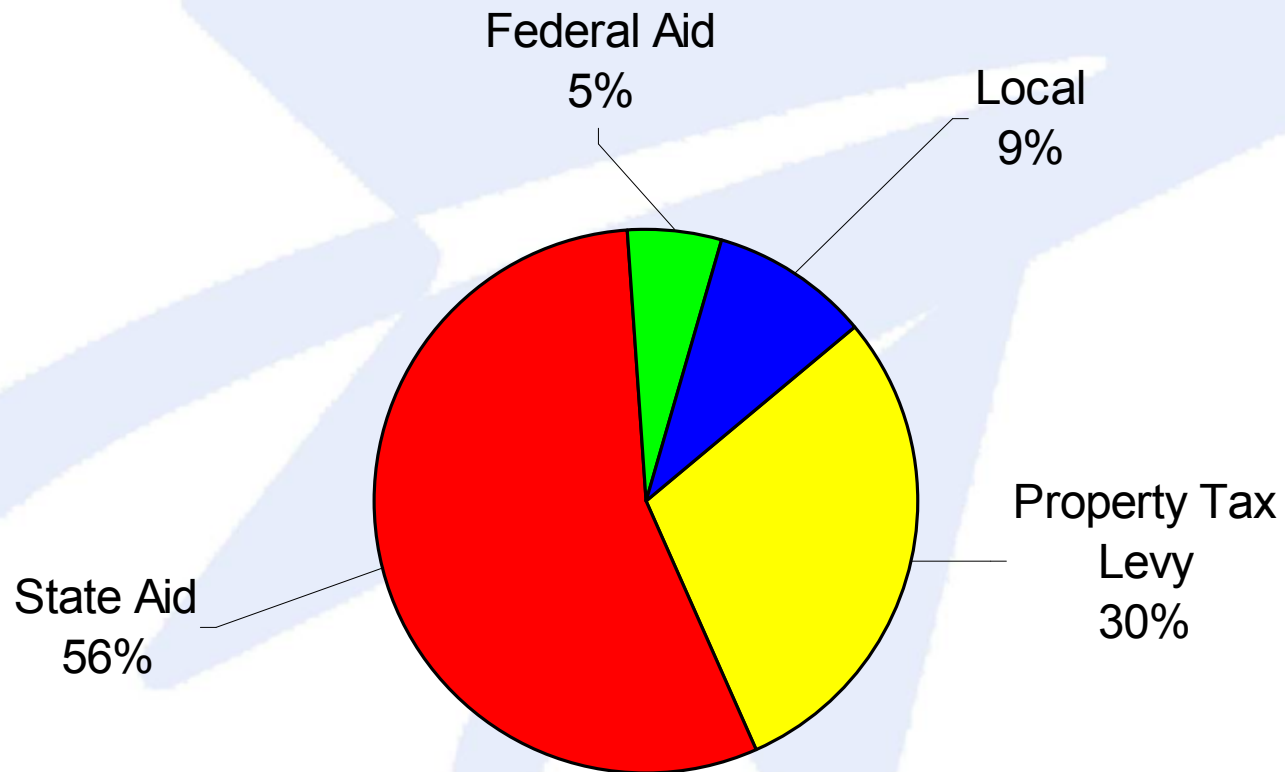
School Budget Funds

- General Fund
- Community Service Fund
- Building Construction Fund
- Debt Service Fund

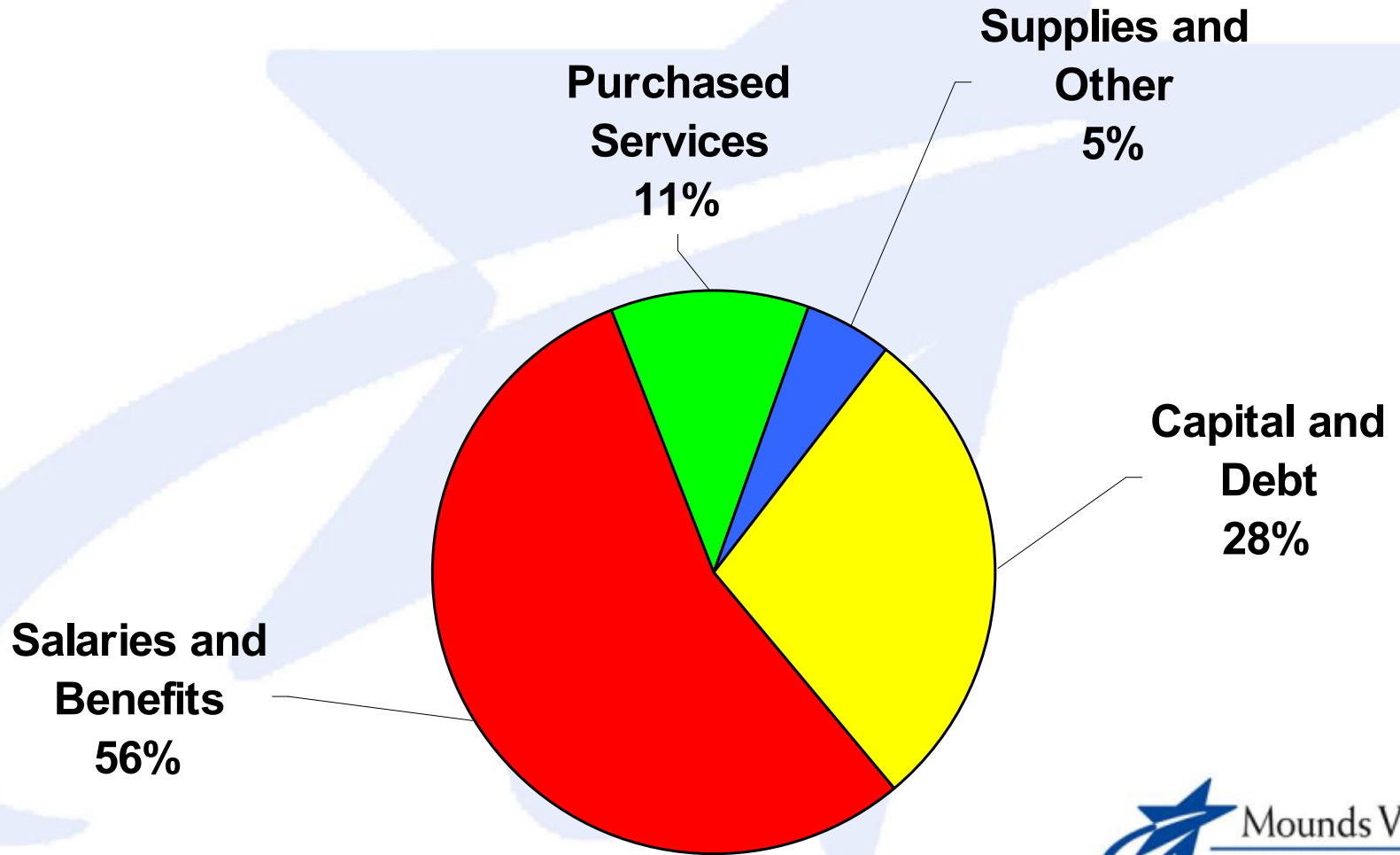
BUDGET SUMMARY 2010-11

	<u>REVENUE</u>	<u>EXPENDITURES</u>
General Fund	\$110,041,677	\$113,801,411
Nutrition Service Fund	4,789,357	4,935,520
Community Service Fund	4,497,360	4,499,978
Building Construction Fund	3,100,000	3,100,000
Debt Service Fund	15,922,454	42,228,377
Total All Funds	<u>\$138,350,848</u>	<u>\$168,565,286</u>

APPROVED REVENUE BUDGETS 2010-11 (\$)138,350,848



APPROVED EXPENDITURE BUDGETS 2010-11 (\$168,565,285)



ANTICIPATED CHANGES for the 2011-12 BUDGET

Expenditure Adjustments

- **Salary & benefit negotiations**
- **Staffing changes**
- **Transportation costs**
- **Property & Liability insurance**
- **Utility costs**

Revenue Adjustments

- **Stabilizing enrollment**
- **Legislative changes**
- **Participation fees down**
- **Grant changes**

To Summarize

- Public schools have a process to follow in order to authorize levies
- An individual's property tax liability is influenced by many factors
- Tax revenues are an important component of school district budgets
- The proposed final school taxes for 2011 are less than 2010 final taxes
- Residential properties with a median value change will see the school portion of their taxes decrease for 2011
- Mounds View Public Schools will certify the final tax levy at the regular December 14th board meeting