

VIRGINIA PUBLIC SCHOOLS

Truth in Taxation Public Meeting

December 14, 2015

6:00 PM

Board Room

Agenda

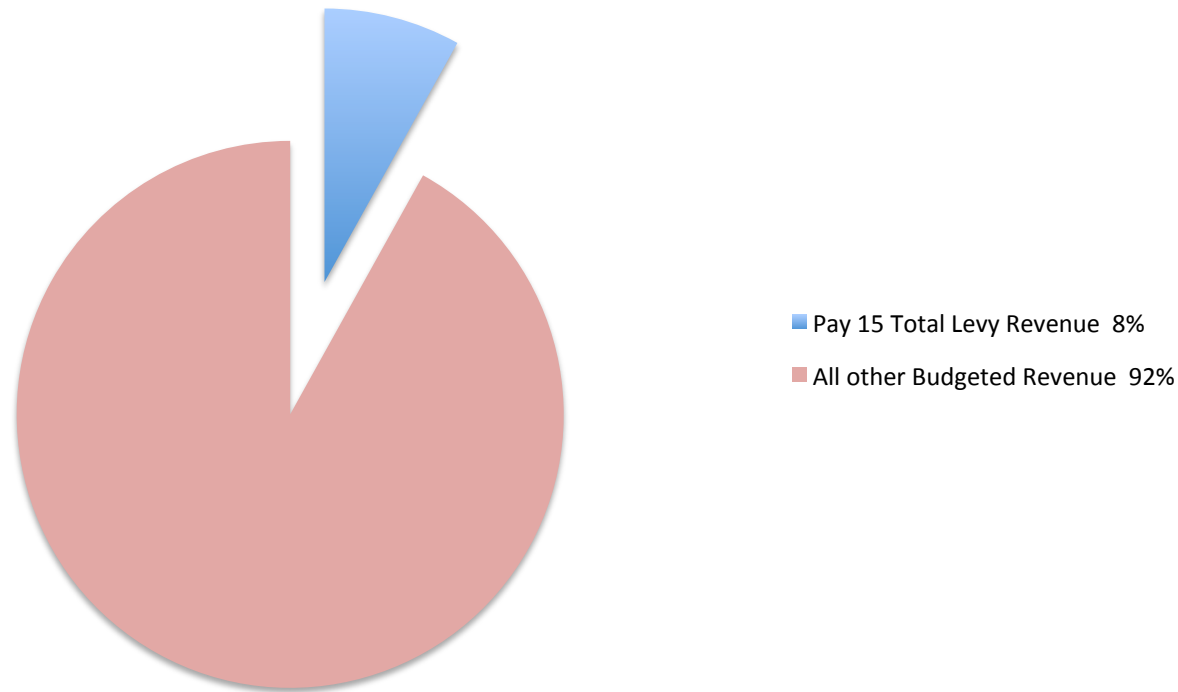
- Property tax levy timeline
- 2015-16 (current year) budget
- 2016 Proposed property tax levy (2016-17)
- Questions / Comments

Property tax levy timeline

- Sept 2015 – School Board adopts proposed levy
- Nov 2015 – County auditor mails notices of proposed property taxes to taxpayers
- Dec 14, 2015 – Truth in Taxation Public Meeting
- Dec 14, 2015 – School Board certifies final pay 2016 levy
- 2016 Calendar year – County auditor collects property taxes
- 2016-17 School year – Revenue collected is used by the school district

Levy revenue compared to total district revenue

- Pay 15 total levy revenue: \$1,797,739
- Total district revenue (2015-16): \$22,262,642



2015-16 Budget

FUND 01/03/05 - GENERAL	
	Proposed 2015-16
Revenue	
State Aid	\$15,632,334
Local Levy	\$1,797,739
Federal Aid	\$641,700
Other	\$2,728,869
Total Revenue	\$20,800,642
Expense	
Employee Wages	\$11,105,622
Employee Benefits	\$4,322,700
Contracted Services	\$2,120,000
Educational Supplies	\$1,370,000
Repairs/Maintenance	\$1,002,000
Utilities	\$894,761
Total Expense	\$20,815,083
Increase/(Decrease) to Fund Balance	\$95,559
Increase/(Decrease) to Capital Fund	(\$110,000)
Unassigned Fund Balance	\$2,266,475
Reserved Fund Balance - CAPITAL	\$480,130

Levy Comparisons

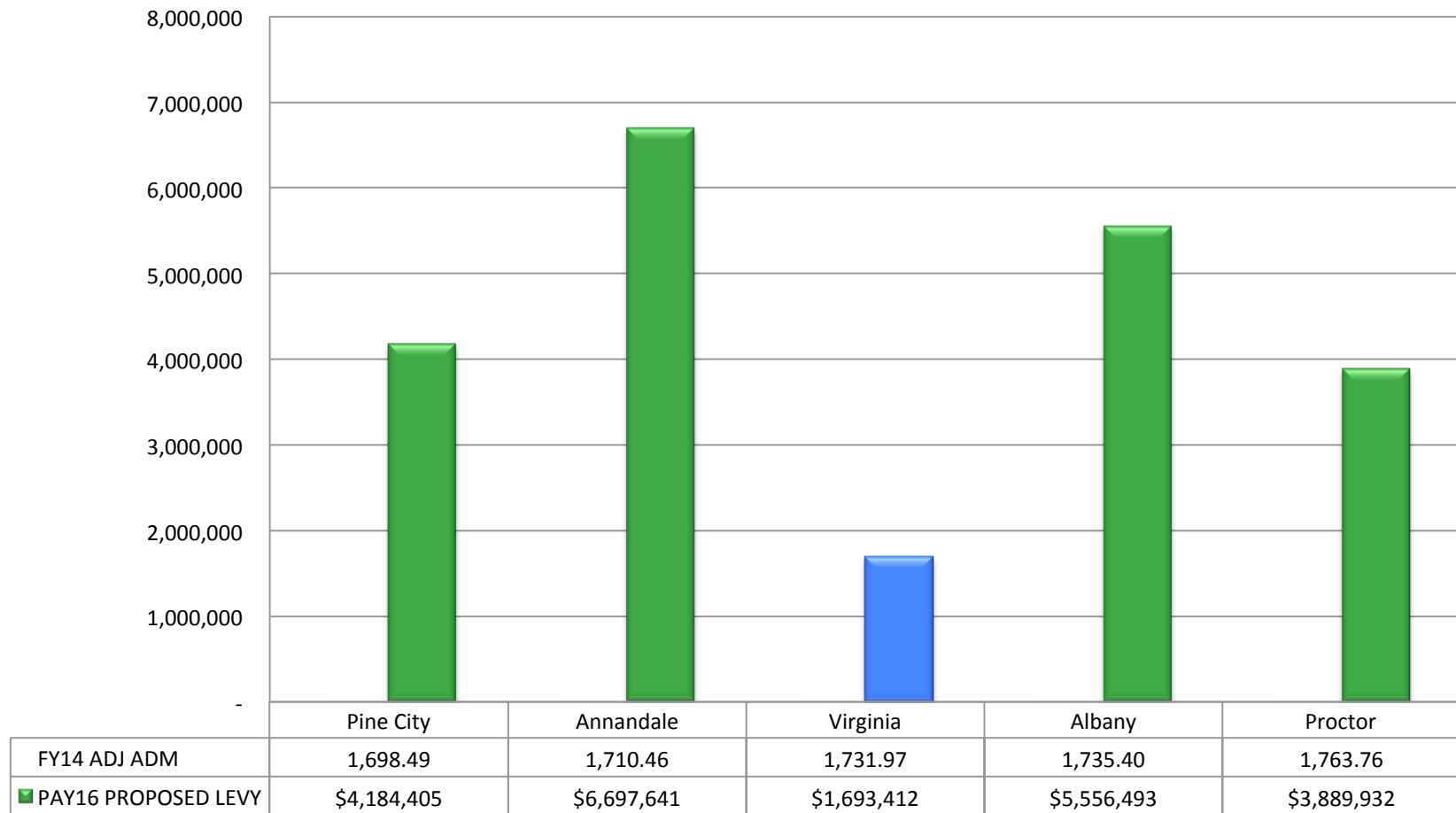
- Payable 2014 Levy \$1,780,777
- Payable 2015 Levy \$1,797,739
- Payable 2016 Levy \$1,693,412

(Pending Board Approval)

Decrease to Levy \$ 104,327

-5.8%

Pay 16 proposed levy comparison



Pay 15 levy vs. Pay 16 levy

	2014 Pay 2015			2015 Pay 2016			Difference		
	State Aid	Local Levy	Total	State Aid	Local Levy	Total	State Aid	Local Levy	Total
LEVY CATAGORIES WHERE REVENUE IS SPLIT BETWEEN STATE AID AND LOCAL LEVY									
Operating Ref (Voter Approved)	\$619,081	\$745,643	\$1,364,724	\$614,676	\$758,639	\$1,373,315	(\$4,405)	\$12,997	\$8,592
Equity	\$75,613	\$157,645	\$233,258	\$89,156	\$172,856	\$262,012	\$13,543	\$15,211	\$28,754
Transition	\$1,670	\$3,270	\$4,940	\$1,644	\$3,148	\$4,792	(\$27)	(\$121)	(\$148)
Career Technical Education	\$20,585	\$14,357	\$34,942	\$18,669	\$16,423	\$35,091	(\$1,916)	\$2,066	\$149
Operating Capital	\$323,888	\$105,074	\$428,962	\$336,970	\$92,701	\$429,671	\$13,082	(\$12,373)	\$709
Deferred Maintenance	\$47,992	\$70,305	\$118,298	\$0	\$0	\$0	(\$47,992)	(\$70,305)	(\$118,297)
LT Facilities	\$0	\$0	\$0	\$230,753	\$125,833	\$356,587	\$230,753	\$125,833	\$356,587
Basic Community Education	\$27,379	\$61,595	\$88,975	\$33,931	\$55,044	\$88,975	\$6,551	(\$6,551)	\$0
ECFE & Home Visiting	\$65,829	\$25,650	\$91,480	\$73,586	\$20,927	\$94,513	\$7,757	(\$4,724)	\$3,033
	\$1,182,038	\$1,183,539	\$2,365,577	\$1,399,384	\$1,245,571	\$2,644,955	\$217,346	\$62,032	\$279,378

Reasons for levy change

- 2015 Legislative changes have combined Health & Safety revenue and Deferred Maintenance revenue into a newly created category called Long-Term Facilities revenue.
- Legislative equalization formula calculations shift more revenue to State Aid from Local Levy which reduces taxpayer's share of revenue.

Pay 15 levy vs. Pay 16 levy

	2014 Pay 2015			2015 Pay 2016			Difference		
	State Aid	Local Levy	Total	State Aid	Local Levy	Total	State Aid	Local Levy	Total
LEVY CATAGORIES WHERE REVENUE IS JUST FROM LOCAL LEVY									
Reemployment Insurance	\$0	\$18,432	\$18,432	\$0	\$27,711	\$27,711	\$0	\$9,279	\$9,279
Student Achievement (Gen Ed)	\$0	\$21,624	\$21,624	\$0	\$17,567	\$17,567	\$0	(\$4,057)	(\$4,057)
Safe Schools	\$0	\$70,119	\$70,119	\$0	\$66,435	\$66,435	\$0	(\$3,684)	(\$3,684)
Health & Safety Projects	\$0	\$108,353	\$108,353	\$0	\$38,534	\$38,534	\$0	(\$69,819)	(\$69,819)
Building / Land Lease	\$0	\$61,788	\$61,788	\$0	\$65,182	\$65,182	\$0	\$3,394	\$3,394
Health Benefits	\$0	\$424,864	\$424,864	\$0	\$253,641	\$253,641	\$0	(\$171,223)	(\$171,223)
School-Age Care	\$0	\$15,019	\$15,019	\$0	\$16,940	\$16,940	\$0	\$1,920	\$1,920
Debt Service (Voter Approved)	\$0	\$63,746	\$63,746	\$0	\$92,133	\$92,133	\$0	\$28,387	\$28,387
OPEB Bond Levy	\$0	\$515,431	\$515,431	\$0	\$569,750	\$569,750	\$0	\$54,319	\$54,319
Miscellaneous	\$0	\$475	\$475	\$0	\$3,203	\$3,203	\$0	\$2,728	\$2,728
	\$0	\$1,299,850	\$1,299,850	\$0	\$1,151,095	\$1,151,095	\$0	(\$148,755)	(\$148,755)

Reasons for levy change

- Health & Safety legislative change
- Health benefits levy decrease
 - Policy change for 65 years of age and older retiree insurance decreased both the cost to the District and the cost to the retiree. These savings help reduce the tax levy.
- Debt service payment schedule has an increase to this levy.

Pay 15 levy vs. Pay 16 levy

Taconite Tax Adjustment

2014 Pay 2015			2015 Pay 2016			Difference		
<u>State Aid</u>	<u>Local Levy</u>	<u>Total</u>	<u>State Aid</u>	<u>Local Levy</u>	<u>Total</u>	<u>State Aid</u>	<u>Local Levy</u>	<u>Total</u>
TACONITE ADJUSTMENTS								
\$0	(\$685,650)	(\$685,650)	\$0	(\$703,255)	(\$703,255)	\$0	(\$17,604)	(\$17,604)
\$0	(\$685,650)	(\$685,650)	\$0	(\$703,255)	(\$703,255)	\$0	(\$17,604)	(\$17,604)

Taconite Production Credits

- The Virginia School District qualifies for taconite production credits which reduces taxpayer obligation.
- This is not additional revenue for the District. The taconite revenue replaces revenue that would have been collected from property owners.
- Production Credits are based on local mines prior three years of taconite production.

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	\$0	\$1,299,850	\$1,299,850	\$0	\$1,151,095	\$1,151,095	\$0	(\$148,755)	(\$148,755)
TACONITE ADJUSTMENTS									
Taconite Tax Adjustment	\$0	(\$685,650)	(\$685,650)	\$0	(\$703,255)	(\$703,255)	\$0	(\$17,604)	(\$17,604)
	\$0	(\$685,650)	(\$685,650)	\$0	(\$703,255)	(\$703,255)	\$0	(\$17,604)	(\$17,604)
Total	\$1,182,038	\$1,797,739	\$2,979,777	\$1,399,384	\$1,693,412	\$3,092,796	\$217,346	(\$104,327)	\$113,019
							18.4%	-5.8%	3.8%

2015 Payable 2016 Levy

- Questions / Comments?