



# TOGETHER, WE ARE CR

**SPECIAL BOARD MEETING - FEBRUARY 28, 2023**



## Our District is Growing!

- Significant growth in State Units, of which the District is responsible for paying approximately 30% out of local funds:
  - Additional 19.00 from FY 2017 to FY 2021
  - Additional 46.54 since revenue increase ended in 2021
  - This does not include ESSER or other grant-funded positions
- Increased payroll expenses ~7% in both FY 2021-2022 and FY 2022-2023
- Significant growth in Transportation operation
- Opened Magnolia Middle and David E. Robinson Elementary schools in FY 2022 with no additional operating revenues
- Last referendum passed in October 2015
  - Current Expense Tax Rate increase effective FY 2017 and ended FY 2021



# Historic Discretionary Budgets and Revenue

	<b>FY 2021*</b>	<b>FY 2022</b>	<b>FY 2023</b>
Local Operating - Salaries and OECs	20,209,000	21,644,000	22,766,500
Local Operating - Expenditures	8,550,000	8,251,900	8,889,500
Local Operating - Building Budgets	1,454,000	1,495,000	1,450,500
<b>Total Local/Discretionary Budget</b>	<b>30,213,000</b>	<b>31,390,900</b>	<b>33,106,500</b>
<b>Discretionary Revenues</b>	<b>26,754,616</b>	<b>27,363,733</b>	<b>27,773,406</b>
<b>Operating Revenues less Expenditures</b>	<b>(3,458,384)</b>	<b>(4,027,167)</b>	<b>(5,333,094)</b>

\*FY 2021 was the last year of approved tax increase



# Projected Budgets and Revenue

	<b>FY 2024</b>	<b>FY 2025</b>	<b>FY 2026</b>
Projected Budgets with assumptions: <ul style="list-style-type: none"> <li>- Overall \$2 million reduction in budgets</li> <li>- Modest 4.5% increase in payroll for step increases and degree changes</li> </ul>	32,651,500	33,740,545	34,878,597
Current Discretionary Revenues (assumed 1% increase in assessed value each year)	28,051,140	28,331,651	28,614,968
<b>Operating Revenues less Expenditures</b>	<b>(4,600,360)</b>	<b>(5,408,894)</b>	<b>(6,263,629)</b>



# Operating Tax Rate Increase Request

	FY 2024	FY 2025	FY 2026
Current Expense for Magnolia Middle and David E. Robinson Elementary Schools	0.2450	0.0200	0.0200
Current Expense for General Operating Expenditures and District Growth	0.2800	0.0700	0.0700
<b>Current Expense Tax Rate Increase</b>	<b>0.5250</b>	<b>0.0900</b>	<b>0.0900</b>
<b>Additional Revenues Generated</b>	<b>4,873,700</b>	<b>843,800</b>	<b>852,300</b>
<b>Average Taxpayer Increase (based on averaged assessed value of \$40,300)</b>	<b>211.58</b>	<b>36.27</b>	<b>36.27</b>



# Projections with Increased Tax Rates

	FY 2024	FY 2025	FY 2026
<b>Projected Expenditures</b> with assumptions: <ul style="list-style-type: none"> <li>- Overall \$2 million reduction in budgets</li> <li>- Modest 4.5% increase in payroll for step increases and degree changes</li> </ul>	32,651,500	33,740,500	34,878,600
<b>Expected Discretionary Revenues</b> (assumed 1% increase in assessed value each year)	32,924,800	34,097,900	35,291,100
<b>Annual Operating Revenues Balance</b>	<b>273,300</b>	<b>357,400</b>	<b>412,500</b>



# Magnolia Middle School

- The District purchased the building by using Impact Fees and not increasing Major Capital tax rates.
- The approved Certificate of Necessity (CN) to renovate Magnolia Middle School is:

State Portion (79%)	\$ 11,037,100
Local Portion (21%)	\$ 2,933,900
Total Renovation Cost	\$ 13,971,100

- The District can fund \$2,933,900 in new bonds at no increase to the current Major Capital tax rate.
- The use of State funding for renovations is contingent upon taxpayer approval of the local share via referendum.



Thank you for your  
continued support!