



2009

Tax Rate Hearing and Review

Columbia Public Schools

August 27, 2009



Board Policy DCA

2009

Tax Rate Hearings and Reviews

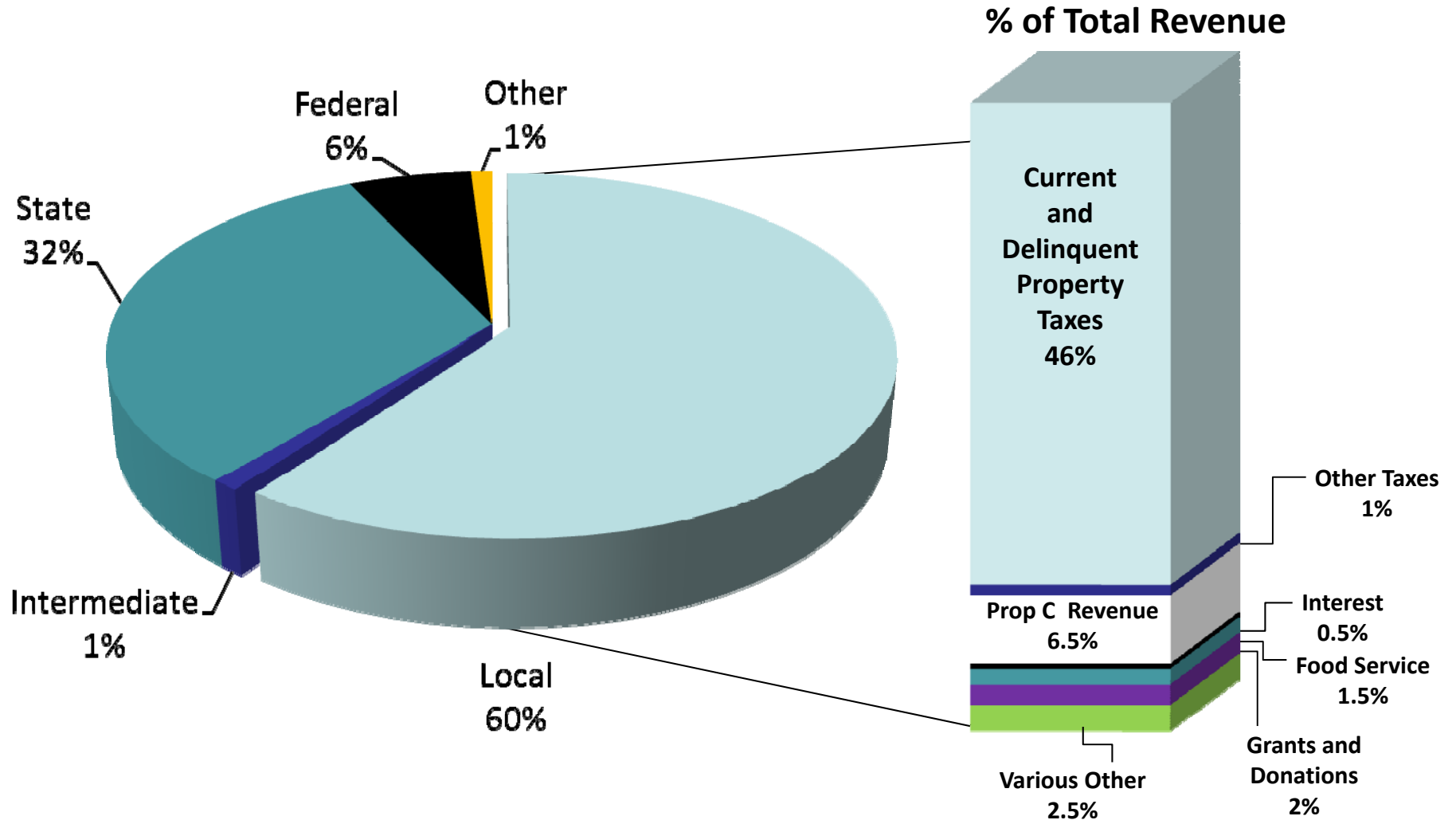
Prior to the adoption of the final tax rates (before September 1, annually), the Columbia School District Board of Education will conduct at least one public hearing at which time the superintendent and Board members will explain the taxation rates and invite questions and discussion.

The hearing shall be held after approval of the annual budget. The tax rate shall be calculated to produce substantially the same revenue as required in the annual budget.



Revenues—2009-10 Final Budget

2009



Levy Set by Fund

2009

Fund 1	<ul style="list-style-type: none">• Incidental
Fund 2	<ul style="list-style-type: none">• Teachers
Fund 3	<ul style="list-style-type: none">• Debt Services <small>(special calculation as per state auditor's office)</small>
Fund 4	<ul style="list-style-type: none">• Capital Projects

Funds 1, 2, and 4 are operating funds
Fund 3—Debt Services Fund

Assessed Valuation

2009

- New construction and improvements
- Reassessment occurs every 4 years
 - Next reassessment, 2013
- Growth in value of existing (2008) property is the lesser of:
 - Actual value (negative 1.589%—existing property—doesn't include new construction/improvements)
 - Consumer Price Index (0.1%)
 - Statutory maximum increase of 5%
- The permitted revenue growth for 2008 is 0%



Assessed Valuation History



2009

Fiscal Year	2005-06	2006-07	2007-08	2008-09	2009-10*
Tax Year	2005	2006	2007	2008	2009
Assessed Valuation	Reassessment				Reassessment
Real estate					
Residential	\$966,176,292	\$1,031,640,380	\$1,091,069,881	\$1,134,370,342	\$1,153,348,106
Agricultural	\$12,932,958	\$14,453,757	\$14,083,961	\$13,866,224	\$14,068,919
Commercial	\$402,644,170	\$430,681,524	\$465,502,090	\$482,959,511	\$503,626,376
Total real estate	\$1,381,753,420	\$1,476,775,661	\$1,570,655,932	\$1,631,196,077	\$1,671,043,401
Personal	\$310,336,896	\$330,456,006	\$344,767,174	\$351,159,693	\$320,814,732
Total assessed valuation	\$1,692,090,316	\$1,807,231,667	\$1,915,423,106	\$1,982,355,770	\$1,991,858,133
Increase (decrease) from prior year	\$251,302,895	\$115,141,351	\$108,191,439	\$66,932,664	\$9,502,363
Percentage increase	17.44%	6.80%	5.99%	3.49%	0.48%

*July estimate (assessor)

Assessed Valuation Summary

2009

Total assessed valuation	Final 2008 \$1,982,355,770	Preliminary 2009 \$1,991,858,133
Increase in assessed valuation	\$9,502,363 0.48%	
Less amount certified by County Clerk as new construction, improvements, and personal property as defined by the Missouri State Auditor	Deduct \$41,002,189	
Net change in assessed valuation without new construction	-\$31,499,826	
Change in assessed valuation after allowing for new construction, improvements, and personal property	-1.589%	

Proposition C Revenues (Statutory Rollback)

2009

- "Proposition C" is the state's one-cent sales tax, dedicated to education, approved by Missouri voters in 1982
- Property tax rate (tax levy) is reduced or increased to equal one-half of the adjusted Proposition C revenue received and maintain district revenues
- Columbia Public Schools does not have a full or partial waiver of Proposition C approved by voters



Proposition C Rollback Calculation

2009

	2006-07	2007-08	2008-09
Net Prop C revenue on Annual Secretary of the Board Report per accrual basis	\$13,910,834	\$13,649,056	\$13,217,919
½ of total Prop C revenue on Prop C rollback	\$6,955,417	\$6,824,528	\$6,575,617
Adjusted ½ of Prop C revenue	\$6,101,840	\$6,034,312	\$5,784,919
Assessed valuation at time of setting rate	\$1,906,417,895	\$1,975,541,024	\$1,991,858,133
Rollback on tax rate levy	\$0.3201	\$0.2995	\$0.2853
Prop C rollback change from previous year	\$(0.0375)	\$(0.0206)	\$(0.0142)

Allowable Tax Rate, 2009-10

2009

Incidental Fund	\$1.4320
Teachers Fund	2.5581
Capital Projects Fund	<u>.0200</u>
Total Operating Funds	\$4.0101
Debt Service (after voluntary rollback of \$0.5159)	<u>0.8019</u>
Total Levy	\$4.8120

Rate Option 1

Allowable Increase of .0828 Cents

2009

Levy	Amount
Teachers Fund	\$2.5581
Operating Fund	\$1.4320
Capital Projects Fund	\$0.0200
Adjusted Operating Fund	\$4.0101
Debt Service Fund	\$0.8019
Total levy	\$4.8120
Change in levy	\$0.0828

Budgeted Revenues	Amount
Actual revenue	\$95,848,213
Net revenue after fees and delinquencies	\$91,007,879
Net collected rate as per 2008-09 actual	94.87%

Revenue Increases by Fund, Net of Collection Expenses and Delinquencies	Amount
Operating total	\$75,463,536
Net increase (decrease) to operating budget	\$1,072,219
Capital projects total	\$377,935
Capital projects increase (decrease)	\$(4,197)
Debt Service Fund total	\$15,153,310
Debt Service Fund increase (decrease)	\$(114,151)
Total revenue	\$90,994,782
Net increase (decrease) from original budget	\$953,872

Rate Option 2

Maintain Original Operating Budget

2009

Levy	Amount
Teachers Fund	\$2.5581
Operating Fund	\$1.3753
Capital Projects Fund	\$0.0200
Adjusted Operating Fund	\$3.9534
Debt Service Fund	\$0.8019
Total levy	\$4.7553
Change in levy	\$0.0261

Budgeted Revenues	Amount
Actual revenue	\$94,718,830
Net revenue after fees and delinquencies	\$89,935,529
Net collected rate as per 2008-09 actual	94.87%

Revenue Increases by Fund, Net of Collection Expenses and Delinquencies	Amount
Operating total	\$74,391,187
Net increase (decrease) to operating budget	\$(130)
Capital projects total	\$377,935
Capital projects increase (decrease)	\$(4,197)
Debt Service Fund total	\$15,153,310
Debt Service Fund increase (decrease)	\$(114,151)
Total revenue	\$89,922,432
Net increase (decrease) from original budget	\$(118,478)

Rate Option 3

Allow for Educational Credit and Balanced Budget

2009

Levy	Amount
Teachers Fund	\$2.5581
Operating Fund	\$1.3917
Capital Projects Fund	\$0.0200
Adjusted Operating Fund	\$3.9698
Debt Service Fund	\$0.8019
Total levy	\$4.7717
Change in levy	\$0.0425

Budgeted Revenues	Amount
Actual revenue	\$95,045,495
Net revenue after fees and delinquencies	\$90,720,925
Net collected rate as per 2008-09 actual	94.87%

Revenue Increases by Fund, Net of Collection Expenses and Delinquencies	Amount
Operating total	\$75,094,727
Net increase (decrease) to operating budget	\$703,410
Capital projects total	\$377,935
Capital projects increase (decrease)	\$(4,197)
Debt Service Fund total	\$15,153,310
Debt Service Fund increase (decrease)	\$(114,151)
Total revenue	\$90,625,972
Net increase (decrease) from original budget	\$585,062

Rate Option 4

5-cent Increase in Operating Levy

2009

Levy	Amount
Teachers Fund	\$2.5581
Operating Fund	\$1.3992
Capital Projects Fund	\$0.0200
Adjusted Operating Fund	\$3.9773
Debt Service Fund	\$0.8019
Total levy	\$4.7792
Change in levy	\$0.0500

Budgeted Revenues	Amount
Actual revenue	\$95,194,884
Net revenue after fees and delinquencies	\$90,863,517
Net collected rate as per 2008-09 actual	94.87%

Revenue Increases by Fund, Net of Collection Expenses and Delinquencies	Amount
Operating total	\$75,237,319
Net increase (decrease) to operating budget	\$846,002
Capital projects total	\$377,935
Capital projects increase (decrease)	\$(4,197)
Debt Service Fund total	\$15,153,310
Debt Service Fund increase (decrease)	\$(114,151)
Total revenue	\$90,768,564
Net increase (decrease) from original budget	\$727,654

Rate Option Comparison

Levy	Option 1 Allowable Increase of .0828 Cents	Option 2 Keep Original Operating Budget	Option 3 Educational Credit and Balanced Budget	Option 4 5-cent Operating Levy Increase
Teachers Fund	\$2.5581	\$2.5581	\$2.5581	\$2.5581
Operating Fund	\$1.4320	\$1.3753	\$1.3917	\$1.3992
Capital Projects Fund	\$0.0200	\$0.0200	\$0.0200	\$0.0200
Adjusted Operating Fund	\$4.0101	\$3.9534	\$3.9698	\$3.9773
Debt Service Fund	\$0.8019	\$0.8019	\$0.8019	\$0.8019
Total levy	\$4.8120	\$4.7553	\$4.7717	\$4.7792
Change in levy	\$0.0828	\$0.0261	\$0.0425	\$0.0500
Budgeted Revenues				
Actual revenue	\$95,848,213	\$94,718,830	\$95,045,495	\$95,194,884
Net revenue after fees and delinquencies	\$91,007,879	\$89,935,529	\$90,720,925	\$90,863,517
Net collected rate as per 2008-09 actual	94.87%	94.87%	94.87%	94.87%
Revenue Increases by Fund, Net of Collection Expenses and Delinquencies				
Operating total	\$75,463,536	\$74,391,187	\$75,094,727	\$75,237,319
Net increase (decrease) to operating budget	\$1,072,219	\$(130)	\$703,410	\$846,002
Capital projects total	\$377,935	\$377,935	\$377,935	\$377,935
Capital projects increase (decrease)	\$(4,197)	\$(4,197)	\$(4,197)	\$(4,197)
Debt Service Fund total	\$15,153,310	\$15,153,310	\$15,153,310	\$15,153,310
Debt Service Fund increase (decrease)	\$(114,151)	\$(114,151)	\$(114,151)	\$(114,151)
Total revenue	\$90,994,782	\$89,922,432	\$90,625,972	\$90,768,564
Net increase (decrease) from original budget	\$953,872	\$(118,478)	\$585,062	\$727,654

CPS Tax Rate History

2009

Year	Proposition C Rollback	Voluntary Operating Rollback	Debt Service Levy	Total Tax Rate Levied	Change in Total Rate from Prior Year
2000-01	\$0.4019	-	\$0.8219	\$4.7900	
2001-02	\$0.3894	-	\$0.8219	\$4.7544	\$(0.0356)
2002-03	\$0.3864	\$0.0311	\$0.8019	\$4.7544	-
2003-04	\$0.3736	\$0.0195	\$0.8019	\$4.9444	\$0.1900
2004-05	\$0.3696	\$0.0235	\$0.8019	\$4.9444	-
2005-06	\$0.3268	-	\$0.8019	\$4.6863	\$(0.2581)
2006-07	\$0.3576	-	\$0.8019	\$4.6706	\$(0.0157)
2007-08	\$0.3201	-	\$0.8019	\$4.7089	\$0.0383
2008-09	\$0.2995	-	\$0.8019	\$4.7292	\$0.0203
2009-10	\$0.2853	\$0.0403	\$0.8019	\$4.7717	\$0.0425

Recommended Tax Rate, 2009-10

2009

Incidental Fund	\$1.3917
Teachers Fund	2.5581
Capital Projects Fund	<u>.0200</u>
Total Operating Funds	\$3.9698
Debt Service	<u>0.8019</u>
Total Levy	\$4.7717