

Adopted Linn-Mar School Budget Summary

District No. 3715

Department of Management - Form S-AB

		Budget 2020	Re-est. 2019	Actual 2018
Taxes Levied on Property	1	39,701,965	36,451,734	34,452,075
Utility Replacement Excise Tax	2	186,324	191,788	171,961
Income Surtaxes	3	0	0	0
Tuition/Transportation Received	4	5,800,000	5,450,000	5,274,581
Earnings on Investments	5	494,000	326,000	195,263
Nutrition Program Sales	6	2,725,000	2,250,000	2,301,978
Student Activities and Sales	7	1,150,000	1,175,000	785,279
Other Revenues from Local Sources	8	1,871,000	2,226,000	2,432,165
Revenue from Intermediary Sources	9	0	0	0
State Foundation Aid	10	49,951,014	47,667,846	46,396,027
Instructional Support State Aid	11	261,408	0	0
Other State Sources	12	7,952,325	7,849,365	7,145,476
Commercial & Industrial State Replacement	13	1,157,584	1,035,276	948,662
Title I Grants	14	600,000	599,000	583,522
IDEA and Other Federal Sources	15	3,615,000	3,550,000	3,451,110
Total Revenues	16	115,465,620	108,772,009	104,138,098
General Long-Term Debt Proceeds	17	54,425,000	10,093,303	0
Transfers In	18	6,286,957	6,274,221	6,277,164
Proceeds of Fixed Asset Dispositions	19	40,000	40,000	40,738
Total Revenues & Other Sources	20	176,217,577	125,179,533	110,456,000
Beginning Fund Balance	21	30,531,204	25,654,272	26,664,699
Total Resources	22	206,748,781	150,833,805	137,120,699
*Instruction	23	63,475,000	62,050,000	57,267,292
Student Support Services	24	4,707,500	4,507,500	4,301,729
Instructional Staff Support Services	25	6,406,500	6,156,500	6,151,635
General Administration	26	752,000	701,700	757,193
School/Building Administration	27	4,637,000	4,461,500	4,168,590
Business & Central Administration	28	2,259,000	2,183,500	2,170,287
Plant Operation and Maintenance	29	7,400,000	7,000,000	6,692,844
Student Transportation	30	3,250,000	3,110,000	3,020,658
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*Total Support Services (lines 24-31)	31A	29,412,000	28,120,700	27,262,937
*Noninstructional Programs	32	4,305,000	4,069,000	4,045,508
Facilities Acquisition and Construction	33	55,300,000	6,500,000	3,239,412
Debt Service	34	21,750,000	9,949,589	10,134,559
AEA Support - Direct to AEA	35	3,622,241	3,339,090	3,239,555
*Total Other Expenditures (lines 33-35)	35A	80,672,241	19,788,679	16,613,527
Total Expenditures	36	177,864,241	114,028,379	105,189,263
Transfers Out	37	6,286,957	6,274,222	6,277,164
Total Expenditures & Other Uses	38	184,151,198	120,302,601	111,466,427
Ending Fund Balance	39	22,597,583	30,531,204	25,654,272
Total Requirements	40	206,748,781	150,833,805	137,120,699

**ADOPTION OF BUDGET AND TAXES
JULY 1, 2019-JUNE 30, 2020**

Department of Management - Form S-TX

Linn-Mar

District Number 3715

Total Special Program Funding

Instructional Support (A&L line 10.27)	097	3,836,767
Educational Improvement (A&L line 11.3)	099	0
Voted Physical Plant & Equipment (A&L line 19.3)	105	3,054,617

Special Program Income Surtax Rates

Instructional Support (A&L line 10.15)	096	0
Educational Improvement (A&L line 11.4)	098	0
Voted Physical Plant & Equipment (A&L line 19.4)	104	0

Utility Replacement and Property Taxes Adopted

		Utility Replacement AND Property Tax Dollars	Levy Rate	Property Taxes Levied	Estimated Utility Replacement Dollars
Levy to Fund Combined District Cost (A&L line 15.3)	1	20,554,871			
+Educational Improvement Levy (A&L line 15.5)	2	0			
+Cash Reserve Levy - SBRC (A&L line 15.9)	3	4,162,468			
+Cash Reserve Levy - Other (A&L line 15.10)	4	1,000,000			
-Use of Fund Balance to Reduce Levy (A&L line 15.11)	5	0			
=Subtotal General Fund Levy (A&L line 15.14)	6	25,717,339	11.77668	25,595,530	121,809
+Instructional Support Levy (A&L line 15.13)	7	3,575,359	1.56844	3,559,139	16,220
=Total General Fund Levy (A&L line 15.12)	8	29,292,698	13.34512	29,154,669	138,029
	9				
Management	10	795,000	.36405	791,229	3,771
Amana Library	11	0	.00000	0	0
Voted Physical Plant & Equipment (Loan Agreement)	12	1,219,758			
+Voted Physical Plant & Equipment (Capital Project)	13	1,834,859			
=Subtotal Voted Physical Plant & Equipment	14	3,054,617	1.34000	3,040,758	13,859
+Regular Physical Plant & Equipment	15	752,256	.33000	748,843	3,413
=Total Physical Plant & Equipment	16	3,806,873			
	17				
Reorganization Equalization Levy	18	0	.00000	0	0
Emergency Levy (for Disaster Recovery)	19	0	.00000	0	0
Public Education/Recreation (Playground)	20	294,806	.13500	293,410	1,396
Debt Service	21	5,698,912	2.50000	5,673,056	25,856
GRAND TOTAL	22	39,888,289	18.01417	39,701,965	186,324

1-1-18 Taxable Valuation WITH Gas & Electric Utilities	2,183,750,380	WITHOUT Gas&Elec	2,173,407,951
1-1-18 Tax Increment Valuation WITH Gas & Electric Utilities	95,814,283	WITHOUT Gas&Elec	95,814,283
1-1-18 Debt Service, PPEL, ISL Valuation WITH Gas & Electric Utilities	2,279,564,663	WITHOUT Gas&Elec	2,269,222,234

I certify this budget is in compliance with the following statements:

- The prescribed Notice of Public Hearing and Proposed Budget Summary (Form S-PB) was lawfully published, with said publication being evidenced by verified and filed proof of publication.
- The budget hearing notice was published not less than 10 days, nor more than 20 days, prior to the budget hearing.
- Adopted property taxes do not exceed published amounts.
- Adopted expenditures do not exceed published amounts for any of the four individual expenditure categories, or in total.
- Adopted property taxes meet the debt service and loan agreement needs identified on Form 703. Debt service levy for GO bond payments only.
- This budget was certified on or before April 15, 2019.

Date Budget Adopted: _____

_____ District Secretary

_____ County Auditor

Linn-Mar Community Schools

2019-2020 Certified Budget Presentation

April 8, 2019



Purposes of Certified Budget:

1. Establish a maximum tax rate
2. Establish an estimate of budget year expenditures for all funds

OVERVIEW OF FUNDS

FUND:	General Fund	Management Fund	PERL Fund	PPEL Fund	Debt Service Fund	SAVE/Capital Projects	Student Activity Fund	Nutrition Fund	Other Enterprise
REVENUES:	-Property Taxes -State Aid -Misc. Income	-Property Taxes	-Property Taxes	-Property Taxes	-Property Taxes -Transfers	-Sales Tax -Bond Proceeds	-Admissions -Fundraising -Student Dues	-Meal Sales -Fed./State Reimburse	-School Store -Community Pool
EXPENSES:	-Salaries -Benefits -Materials -Utilities	-Liability Ins. -Property Ins. -Early Retirement	Playgrounds -Rec. Spaces	-Building Construct. -Vehicles -Equip > \$500	-Debt Principal & Interest	-Capital Projects -Technology	-Support Co-Curricular Activities	-Food Services	-Enterprise Costs

PROPERTY TAX LEVYING FUNDS

Proposed FY2020 Tax Rate

2.06% SSA Growth		
	FY2019	FY2020
General Fund	\$13.41665	\$13.34512
Management Levy	\$0.50486	\$0.36405
Voted PPEL	\$1.34000	\$1.34000
Regular PPEL	\$0.33000	\$0.33000
PERL	\$0.13500	\$0.13500
Debt Service	\$1.64611	\$2.50000
Total Levy	\$17.37262	\$18.01417
% Change		3.69%
\$ Change		\$0.64155

↓ - \$0.07

↓ - \$0.14

↑ + \$0.86



General Fund

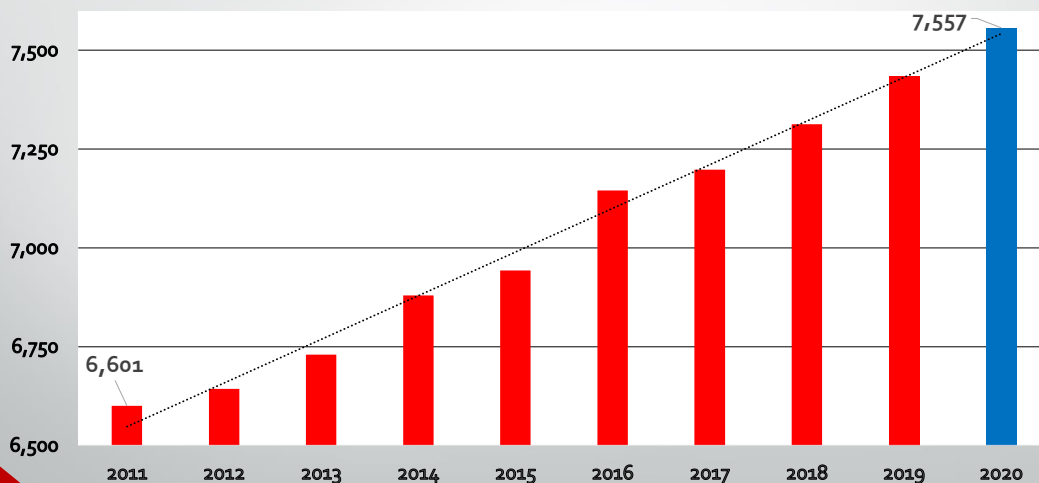
General Fund Budget is driven by two primary factors:

1. Supplemental State Aid (Allowable Growth)
 - Set by State Legislature.
2. Certified Enrollment
 - Count taken in October each year. (e.g. Count taken in October 2018 is used for FY2020 budget)

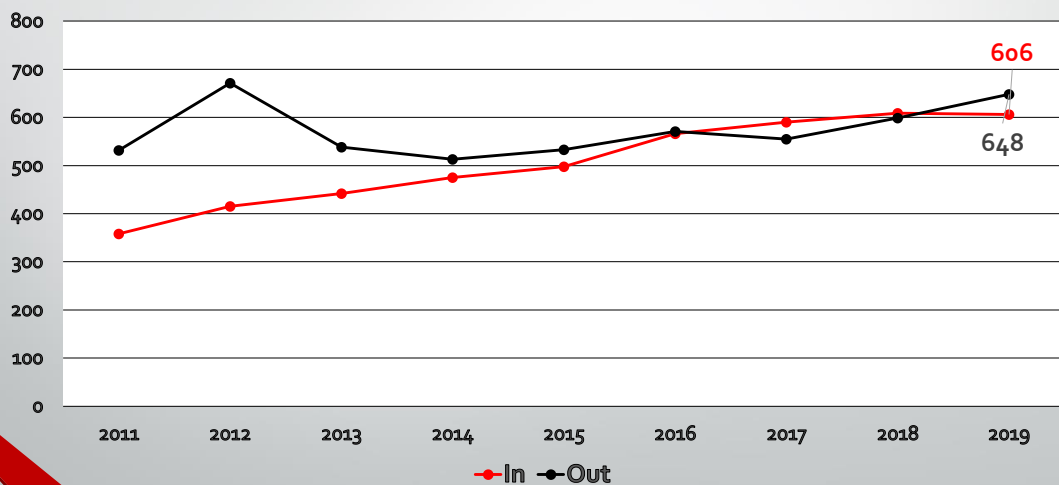
District Cost Per Pupil

FISCAL YEAR	STATE AID GROWTH	COST PER PUPIL
2012	0%	\$5,884
2013	2%	\$6,002
2014	2%	\$6,122
2015	4%	\$6,367
2016	1.25%	\$6,447
2017	2.25%	\$6,592
2018	1.11%	\$6,665
2019	1%	\$6,736
2020	2.06% (plus \$5)	\$6,880

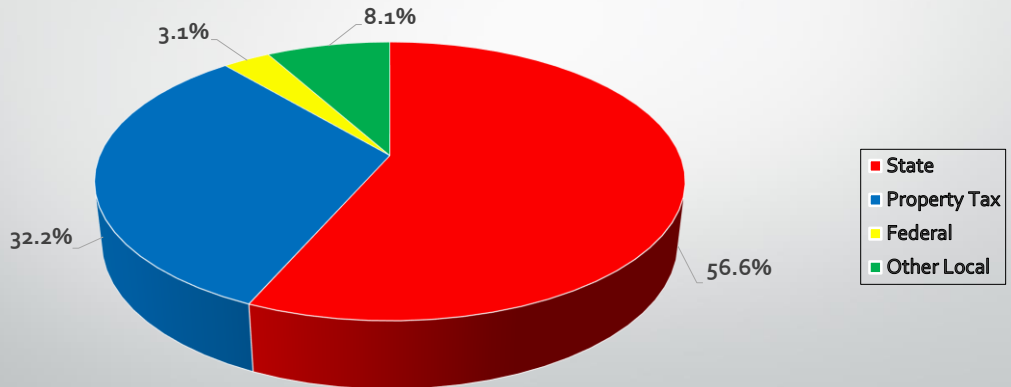
Certified Enrollment Trends



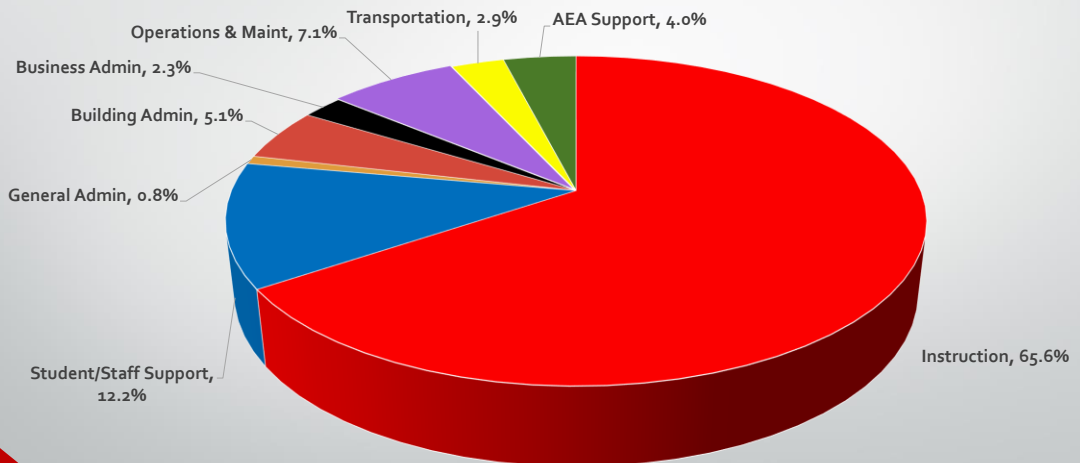
Open Enrollment Trends



Breakdown of FY2020 General Fund Revenue



Estimated FY2020 General Fund Expenditures



82% of Total Expenditures are Salaries/Benefits

General Fund Levy

Recommendation: decrease slightly by \$.07

- Decrease in order for debt service levy portion to increase
- With historical lows in supplemental state aid funding growth coupled with increasing operating costs due to enrollment growth and inflation, the District has had to dip into cash reserves over the past several years in order to mitigate its general fund deficit balance. As a result the District's solvency ratio has decreased from 16.48% in 2012 to an estimated 10% at the end of fiscal year 2019.
- In order to maintain a stable "glide path" in a time of limited state funding, the District is recommending an increase in the total cash reserve levy of approximately \$400,000.



Management Fund

Recommendation: Decrease by \$0.14

- ✓ Decrease in order for debt service levy portion to increase
- ✓ Levy is expected to generate \$795,000
- ✓ Estimated Expenditures:
 - Property and Casualty Insurance, Workers Comp., Unemployment = \$825,000
 - Early Separation packages (1 of 2 years) = \$350,000
- ✓ Reserves will be used to mitigate difference

PPEL Fund

- **Recommendation: Continue to use the \$.33 board approved levy plus the \$1.34 voter approved levy.**
 - No change from prior year
 - ✓ Total Levy is expected to generate \$3.8 million
 - ✓ Current/Future Expenditures:
 - Historic Elementary Schools Renovations
 - Security Enhancements
 - Capital Projects such as parking lots, roofs, windows, HVAC, etc.
 - Transportation Vehicles
 - Large Equipment Purchases
 - High School Renovation (PPEL Notes Principal and Interest)

PERL Fund

- **Recommendation: Continue to use the \$.135 voter approved levy.**
 - No change from prior year
 - ✓ Total Levy is expected to generate \$290,000
 - ✓ Current/Future Expenditures:
 - Capital Projects such as tracks, tennis courts, playgrounds
 - Grounds maintenance
 - Community Education

Debt Service Fund

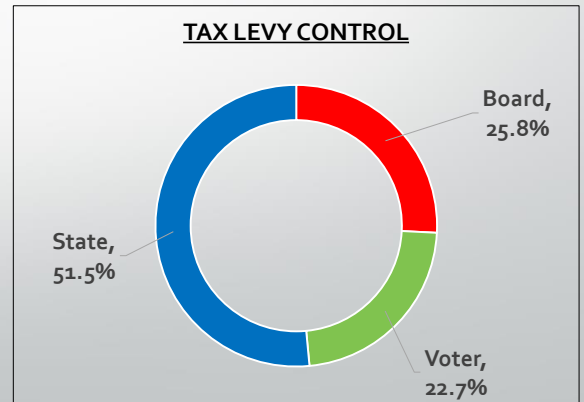
- **Recommendation: Increase by \$0.85**
 - Increase due to passage of \$55 million general obligation bonds in Fall of 2019
 - ✓ Total Levy is expected to generate \$5.7 million
 - ✓ Expenditures:
 - General Obligation bond debt principal and interest costs

Debt Outstanding

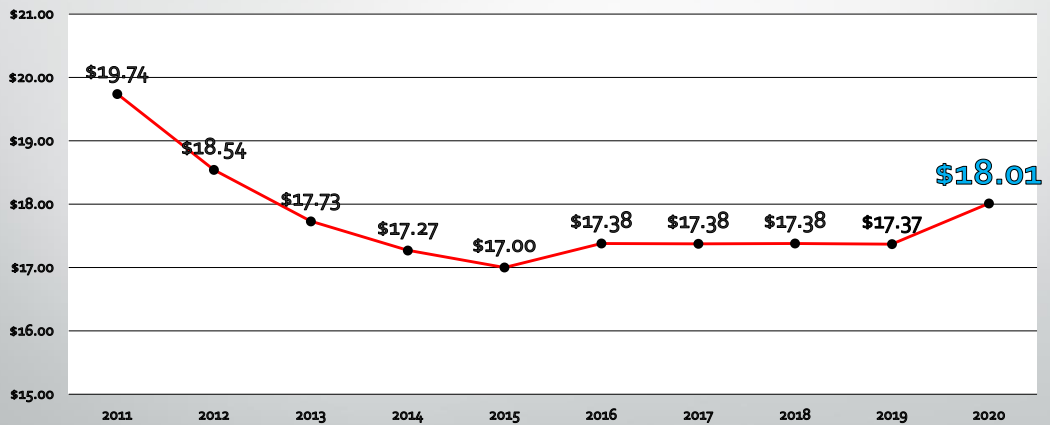
- As of June 30, 2019 - \$73,645,000 GO bonds outstanding (Voter approved)
- As of June 30, 2019 - \$45,990,000 Revenue bonds outstanding (Sales tax- board approved)
- As of June 30, 2018 - \$6,885,000 PPEL notes outstanding
 - ✓ Total debt outstanding = **\$126,520,000**
- 71% of maximum limit (= approximately \$177 million)

FY2020 Est. Total Property Tax Levy (at 2.06% SSA)

FUND	AMOUNT	RATE
General	\$29,292,698	\$13.345
Management	\$795,000	\$.364
Reg. PPEL	\$752,256	\$.33
Voted PPEL	\$3,054,617	\$1.34
PERL	\$294,806	\$.135
Debt Service	\$5,698,912	\$2.500
TOTAL	\$39,888,289	\$18.014



Property Tax Levy Trend



Local Levy Comparison

	Linn-Mar	College	Marion Indep.	Mt. Vernon	Cedar Rapids
FY19 Tax Rate	\$17.37	\$16.62	\$17.99	\$18.41	\$15.07
FY20 Proposed Tax Rate	\$18.01	\$16.60	\$17.96	\$18.41	\$15.07
Change in Levy From PY	\$0.64	(\$0.02)	(\$0.03)	\$0	\$0
Income Surtax Rate	0%	0%	4%	6%	5%
Income Surtax Equivalent	\$0	\$0	+ \$1.08	+ \$1.46	+ \$1.29
FY19 Tax Value Per Student	\$279,685	\$397,514	\$230,706	\$267,834	\$323,329

What If...

Linn-Mar had **\$0** TIF?

FY2020 Projected Tax Rate =
\$17.72

- \$0.29 less than published

Linn-Mar had **5%** Income Surtax
on ISL?

FY2020 Projected Tax Rate =
\$16.75

- \$1.26 less than published

Monthly Tax Impact on Property Owners

- Residential Owner With Assessed Valuation of \$200,000:

↑ \$9.50

Due to levy increase and 2.3% increase in state residential rollback

- Commercial Property Owner With Assessed Valuation of \$500,000:

↑ \$24.00

2019 -2020 Budget Timeline

- March 21, 2019 – Proposed Budget Published
- April 8, 2019 – Public Hearing and Adoption of Budget
- April 15, 2019 – File Budget with County Auditor & DOM

QUESTIONS?

