



Tax Budget Public Hearing

January 3, 2024

Presented by: Julia Rozsnyai, Treasurer

Tax Budget



- Purpose of the Tax Budget:
 - To establish a need for local tax collections by the District so tax rates can then be set by the County Budget Commission.
 - Provide information to the County Budget Commission so the Certificate of Available Estimated Resources can be created.

Tax Budget



- *Schedule 1* is prepared for all the School District Funds which receive Tax Revenues.
 - General Fund
 - Permanent Improvement Fund
- We must approve the Tax Budget by January 15th and submit it to the County Auditor by January 20th of each year.

Tax Budget



- The County Budget Commission will approve the District's Tax Budget in February 2024 for Fiscal Year (FY) 2025 (July 1, 2024 – June 30, 2025 period).
- The District's initial Certificate of Estimated Resources for FY 2025 will reflect the certified tax revenues per the Budget Commission.
- **This will be our beginning Temporary Budget allocation for FY 2025 - Appropriations.**



Tax Budget

- Several Documents are used to put together a Tax Budget.
 - The main document is the Summit County Budget Commission Certification of Tax Levy which is provided by the County Auditor and shows each of the tax levies for the District, the voted millage, the effective rate and the tax revenue values based on the assessed values.

Tax Budget



- The effective rate is the millage that the tax levy is currently being collected.
- Each levy can only collect the amount of taxes it was originally voted in for. As the assessed valuation goes up, the effective rate will go down. And visa versa.



Tax Budget

The FY 2025 estimate for certified tax revenues are as follows:

- \$ 48,813,022 for the General Fund
- \$ 2,122,495 for Permanent Improvement

Tax Budget



DIVISION OF TAXES LEVIED

List Levies Inside and Outside 10 Mill Limitation, Inclusive of Debt Levies
Include All Approved Property Tax Levies of the Taxing Authority

SCHEDULE 1

| I Fund Type Fund Name | II Purpose of Levy | III Millage Type Inside "I" Outside "O" | IV Type "O": Date Authorized by Voters MM/DD/YY | V Levy Term Number of of Years | VI Tax Year Begins/ Ends | VII Collection Year Begins/ Ends | VIII Maximum Rate Authorized | IX Tax Year 2023 Collection Year 2024 Estimated Gross \$ Amount from levy * |
|-----------------------------|--------------------------|--|--|---|--------------------------------------|--|---------------------------------------|---|
| General | Inside | Inside "I" | n/a | n/a | n/a | n/a | 4.97 | 5,231,999 |
| General | Current Expense | Outside "O" | 1976 and prior | Cont. | 68/na | 69/na | 22.74 | 7,063,009 |
| General | Current Expense | Outside "O" | Addl. 11/06/79 | Cont. | 79/na | 80/na | 6.6 | 2,397,439 |
| General | Current Expense | Outside "O" | Addl. 11/05/85 | Cont. | 86/na | 87/na | 4.88 | 2,438,915 |
| General | Current Expense | Outside "O" | Addl. 11/06/12 | Cont. | 12/na | 13/na | 4.9 | 4,411,881 |
| General | Current Expense | Outside "O" | Addl. 05/02/17 | Cont. | 17/na | 18/na | 6.9 | 6,331,176 |
| General | Current Expense | Outside "O" | Renew 11/08/22 | 5 | 23/27 | 24/28 | 6.9 | 5,359,428 |
| Emergency | Current Expense | Outside "O" | Renew 05/04/21 | 10 | 21/30 | 22/31 | 5.02 | 5,284,636 |
| Emergency | Current Expense | Outside "O" | Renew 05/07/19 | 10 | 19/28 | 20/29 | 3.88 | 4,084,539 |
| Emergency | Current Expense | Outside "O" | New money 11/07/23 | 10 | 23/32 | 24/33 | 5.9 | 6,210,000 |
| Capital Projects | Perm. Impr. | Outside "O" | Renew 11/06/07 | Cont. | 08/na | 09/na | 2.75 | 2,122,495 |
| | | | | | | | 75.44 | 50,935,517 |

Tax Budget



- The current assessed valuation of the District is \$1,052,716,200 (total Real Estate & Public Utility less pending exemption value).

| | |
|--|--|
| 1. RES/AG REAL VALUE | <u>730,836,380</u> |
| 2. OTHER REAL VALUE | <u>294,104,890</u> |
| 3. TOTAL RES/AG & OTHER REAL VALUE | <u><u>1,024,941,270</u></u> |
| 4. PUBLIC UTILITY PERSONAL VALUE | <u>27,870,720</u> |
| 5. TOTAL REAL & PUBLIC UTILITY VALUE | <u><u>1,052,811,990</u></u> |
| | <u>EXEMPT VALUE</u> 110,738,860 |
| <u>THIS ESTIMATE REFLECTS LESS THE PENDING EXEMPTION ASSESSED VALUATION</u> | |
| | RES/AG REAL PENDING EXEMPTION 34,850 |
| | OTHER REAL PENDING EXEMPTION 60,940 |
| | <u>TOTAL REAL & PU LESS PENDING EXEMPTION VALUE</u> 1,052,716,200 |

- It is extremely unfortunate that we have lost Tangible Personal Property Tax. Fiscal year 2022 was the last year to collect these revenues and there are no plans that we are aware of to replace these lost funds that have a large negative impact on the finances of our district.

Tax Budget



- The November 2023 **Five-Year Forecast** – is the next major document to use.
- The Revenues and Expenditures from the last year and as forecasted for FY 2024 are entered into a Tax Budget worksheet.



Tax Budget

The Statement of Fund Activity (schedule 2):

- Lists the current Taxes levied for the District for General and Capital Project Funds .
- Shows a brief detailed look at those funds within the District that receive property tax revenues.
 - ✓ Prior Fiscal Year actual revenues and expenditures.
 - ✓ The current budget for FY 2024.
 - ✓ The budget forecast for FY 2025.

Tax Budget



- A Statement of Fund Activity (Schedule 3) is included for all other Funds of the District which do not receive tax revenues.
- This is an estimate of:
 - The beginning cash balance as of July 1, 2024.
 - The estimated revenues to be received in FY 2025.
 - The estimated expenditures to be made in FY 2025.
 - The estimated ending cash balance for each fund listed, as of June 30, 2025.

Tax Budget



- An Unvoted General Obligation Debt (schedule 4) sheet is also included in the Tax Budget. We have three energy conservation loans.
- A Voted Debt sheet (schedule 5) is also included in the Tax Budget. Please note there are no outstanding voted debts since the High School debt was fully paid off in December 2021.
- The School District will be receiving increases to tax revenues for this budget period due to:
 - the recently passed Emergency levy
 - increased property values
 - Additional (about 1.5 million) state foundation



Twinsburg City School District

THANK YOU

I can be reached via email at
JRozsnyai@twinsburgcsd.org or
by phone at 440- 486-2000