



DISTRICT BOARD OF TRUSTEES SPECIAL MEETING

Monday, October 29, 2018
Northcentral Technical College
1000 W. Campus Drive
Wausau, WI 54401

CONFERENCE CALL

WISLINE: 1-855-947-8255 Toll Free

Passcode: 8864 247#

12:00 p.m.

12:00 p.m. Call to order, compliance with Open Meetings Law (Wis. Stat. 19.81-19.88)

I. ACTION ITEMS

A. Approval of Revised Mill Rate and Tax Levy for Fiscal Year 2018-2019 – Roxanne Lutgen

Motion: That the Northcentral Technical College District Board approves the tax mill rate of 1.26242 for fiscal year 2018-2019.

Voice vote required to approve.

II. MEETING ADJOURN

Note: Meetings of the Northcentral Technical College District Board are held in compliance with Wisconsin's "Open Meetings Law".

Mission: Northcentral Technical College provides high-quality, learner and employer focused, educational pathways committed to enriching lives and strengthening the economy.

**NORTHCENTRAL TECHNICAL COLLEGE
DISTRICT BOARD OF TRUSTEES
TOPIC SUMMARY SHEET (Revised)**

MEETING DATE: October 26, 2018

TOPIC: Tax Levy 2018-2019

POLICY 1.1 – General Executive Constraint – The Chief Executive Officer (CEO), in execution of her duties, shall not cause or allow any practice, activity, decision or organizational circumstance which is either imprudent or in violation of commonly accepted business and professional ethics or that results in failure to be accredited.

INTERPRETATION: To avoid violation of commonly accepted business and professional ethics NTC will follow §38.16 of the Wisconsin Statutes, "**District Tax Levy; revenue limit; property tax relief aid. (1)** Annually by October 31, or within 10 days after receipt of the equalized valuations from the department of revenue, whichever is later, the district board may levy a tax on the full value of the taxable property of the district for the purposes of making capital improvements, acquiring equipment, operating and maintaining the schools of the district, and paying principal and interest on valid bonds or notes now or hereafter outstanding as provided in s. 67.035". Under §38.16(3)(be) Wis. Stats., "no district board may increase its revenue in the 2014-15 school year or in any school year thereafter by a percentage that exceeds the district's valuation factor, except as provided in pars. (bg) and (br)". Under §38.16(3)(bg)(1) Wis. Stats., "The limit otherwise applicable to a district board under this subsection is increased by an amount equal to the amount of any refunded or rescinded property taxes paid by the district board in the year of the levy as determined by the department under s. 74.41".

For tax years beginning in 2019, §79.096 Wis. Stats. reduces the District's operational levy authority by "an amount equal to the property taxes levied on the items of personal property described under s. 70.111(27)(b) for the property tax assessments as of January 1, 2017". In May of each year, the Wisconsin Department of Revenue (DOR) shall certify payment to the District in an amount equal to the levy reduction and the Department of Administration (DOA) shall remit such payments to the District.

DATA/RESULTS: The board sets the official property mill rate for fiscal 2018-2019 at the October meeting based on the District's valuation factor as provided by the DOR in accordance with §38.16 Wis. Stats. In June, the board approved the 2018-2019 operating budget of \$48,143,526 with an operational mill rate of 0.64225.

Pursuant to §79.096 Wis. Stats., the District will remove \$149,278 from the 2018-19 operational levy for certain personal property value, and will instead receive \$149,278 from the DOA in May 2019.

The district's valuation factor for Net New Construction as provided by the DOR is 1.34659%. The resulting operational tax levy for 2018-2019 provides for \$316,741 of Net New Construction above the 2017-2018 prior year actual operational tax levy.

Overall, the 2018-19 District operational levy will increase by \$167,463 due to the Net New Construction increase of \$316,741 and the personal property tax decrease of \$149,278. However, the increase in property valuations will cause the District's 2018-2019 operational mill rate to decrease to 0.63237. The State of Wisconsin Property Tax Relief Aid pays \$13,229,408 annually to the District.

	2017-18		2018-19	
	<u>Amount</u>	<u>Mill Rate</u>	<u>Proposed</u>	<u>Mill Rate</u>
Operations: (1.63% increase)	\$10,292,280	0.64225	\$10,459,743	0.63237
Debt Service: (3.85% increase)	\$10,035,141	0.62620	\$10,421,287	0.63005
Total Levy: (2.72% increase)	\$20,327,421	1.26845	\$20,881,030	1.26242

An individual with a \$100,000 home would see a \$0.60 decrease on their 2018 property taxes to NTC as compared to 2017 (decrease from \$126.85 to \$126.24). Total levy dollars increase 2.72% from the prior year. The tax levy generates approximately 20% of the District's operating revenues.

AGENDA CATEGORY:
✓ Regular Voting Agenda

PROPOSED MOTION:
The Northcentral Technical College District Board approves the total tax levy mill rate of 1.26242 for fiscal year 2018-2019.

CERTIFICATION OF ACCURACY: I, your CEO, certify that the information contained in this report is true as of this date.

Signed *Lois A. Weyers*

Dated October 26, 2018