

Blackhawk Technical College

Special District Board Meeting

October 26, 2018

Central Campus – Administrative Center – Board Room

9:45 AM

AGENDA

1. Call to Order
2. Approval of Purchase Agreement for 34.86 Acres Located within Rock Township (Tax Parcel No. 6-17-330 /Tax Identification No. 034 103001)
- Enc. #1 3. Revision of Mill Rate and Tax Levy for Fiscal Year 2018-19 (Action – Renea Ranguette)

ENCLOSURE #1

2. Revision of Mill Rate and Tax Levy for Fiscal Year 2018-19 (Action – Renea Ranguette)

Section 38.16 of the Wisconsin Statutes provides for the following:

"(1) Annually, by October 31st, 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 and notes now or hereafter outstanding as provided in Section 67.035 (debt service fund)."

The 2013 Wisconsin Act 20 amended the operational levy limit. The valuation factor for net new construction in the District is applied to total revenue which, for this purpose, is defined in statute as the total tax levy (net of debt service) from the previous year plus the property tax relief aid (PTRA) received in the previous year. The District's 2018 valuation factor is 1.25860% for an operational levy increase of \$210,851 which is attributed to net new construction in the District.

In addition, §38.16(3)(bg) Wis. Stats provides the authority for a district board to increase its total revenue in an amount equal to any refunded or rescinded property taxes paid by the District in the year of the levy. The Department of Revenue reported District's total amount refunded or rescinded in the 2017 levy was \$30,071.

Also new this year is a personal property exemption as defined in §79.906 Wis. Stats which removes certain items of personal property from the levy assessed by the District. The Department of Revenue (DOR) will remit to the District in May an amount equal to the levy not collected on this property. In 2019, the District will receive \$131,309 from the DOR.

The increase for net new construction and recapture of prior year levy refunded/rescinded **less reduction for personal property exemption** brings the 2018 operational levy to **\$7,065,104** ~~\$7,196,143~~. For purposes of establishing the mill rate, we use the District equalized values excluding Tax Incremental Districts (TID) and exempt computers equalized values. The 2018 equalized valuation for the District is \$13,020,909,894 (excluding the equalized value of Tax Incremental Districts and exempt computers). This is an increase of \$691,153,779 or 5.61% higher than last year.

Administration recommends the operational levy of **\$7,065,104** ~~\$7,196,413~~ with an operational mill rate of **0.54260** ~~0.55268~~, and the debt service levy of \$7,816,858 with a

debt service mill rate of .60033. The total levy proposed is ~~\$14,881,962~~ ~~\$15,013,271~~ with a total mill rate of ~~1.14293~~ ~~1.15301~~ per \$1,000 equalized valuation.

The State requires the reporting of a *total* levy which includes the value of computers **and other equipment** exempt from the local tax levy. **Including the value of exempt computers and personal property brings the BTC *total* tax levy to \$15,085,490 for 2018-19. However, the *local* (actual) tax levy for 2018-19 will be \$14,881,962 ~~\$15,013,271~~ as noted above since BTC will receive state aid in lieu of local property taxes for exempt computers.**

For information purposes, the following items have been attached:

- Tax Levy History and Analysis
- Mill Rate History and Analysis

It is recommended that the Board authorize a ~~\$14,881,862~~ ~~\$15,013,271~~ tax levy of ~~1.14293~~ ~~1.15301~~ mills (including debt service) on \$13,020,909,894 of equalized value, and that the clerks of the various taxing entities be properly informed of their appropriate share of the District's levy.

Fiscal Year	Actual				% Change from prior year			
	Equalized Valuations	Operational Levy	Debt Service Levy	Total Levy	Equalized Valuations	Operational Levy	Debt Service Levy	Total Levy
1996-97	6,343,862,895	8,426,885	1,820,625	10,247,510				
1997-98	6,850,932,323	7,926,029	1,961,921	9,887,950	8.0%	-5.9%	7.8%	-3.5%
1998-99	7,236,371,866	8,665,010	2,023,869	10,688,879	5.6%	9.3%	3.2%	8.1%
1999-00	7,567,481,867	9,696,609	2,199,975	11,896,584	4.6%	11.9%	8.7%	11.3%
2000-01	7,930,633,427	10,511,385	2,530,121	13,041,506	4.8%	8.4%	15.0%	9.6%
2001-02	8,250,713,736	11,312,594	2,632,101	13,944,695	4.0%	7.6%	4.0%	6.9%
2002-03	8,605,885,415	11,799,544	2,976,612	14,776,156	4.3%	4.3%	13.1%	6.0%
2003-04	8,914,744,300	12,223,044	3,965,840	16,188,884	3.6%	3.6%	33.2%	9.6%
2004-05	9,471,022,002	12,912,595	3,669,520	16,582,115	6.2%	5.6%	-7.5%	2.4%
2005-06	10,214,313,441	13,629,288	3,956,149	17,585,437	7.8%	5.6%	7.8%	6.1%
2006-07	11,003,525,696	14,115,009	4,261,673	18,376,682	7.7%	3.6%	7.7%	4.5%
2007-08	11,597,147,342	15,109,593	4,552,457	19,662,050	5.4%	7.0%	6.8%	7.0%
2008-09	12,097,837,981	15,925,359	4,700,131	20,625,490	4.3%	5.4%	3.2%	4.9%
2009-10	11,998,810,726	16,031,971	4,717,332	20,749,303	-0.8%	0.7%	0.4%	0.6%
2010-11	11,501,174,128	15,888,757	3,999,993	19,888,750	-4.1%	-0.9%	-15.2%	-4.1%
2011-12	11,229,423,995	15,888,757	4,148,765	20,037,522	-2.4%	0.0%	3.7%	0.7%
2012-13	11,048,410,836	15,888,757	4,533,000	20,421,757	-1.6%	0.0%	9.3%	1.9%
2013-14	10,779,158,932	16,004,740	4,743,100	20,747,840	-2.4%	0.7%	4.6%	1.6%
2014-15	11,192,317,904	6,332,599	6,105,000	12,437,599	3.8%	-60.4%	28.7%	-40.1%
2015-16	11,400,609,427	6,481,601	7,188,785	13,670,386	1.9%	2.4%	17.8%	9.9%
2016-17	11,717,072,877	6,687,768	7,522,075	14,209,843	2.8%	3.2%	4.6%	3.9%
2017-18	12,329,756,115	6,955,491	7,874,179	14,829,670	5.2%	4.0%	4.7%	4.4%
2018-19	13,020,909,894	7,065,104	7,816,858	14,881,962	5.6%	1.6%	-0.7%	0.4%

Fiscal Year	Actual			% Change from prior year				
	Equalized Valuations	Operational Mill Rate	Debt Service Mill Rate	Total Mill Rate	Equalized Valuations	Operational Mill Rate	Debt Service Mill Rate	Total Mill Rate
1996-97	6,343,862,895	1.32830	0.28700	1.61530				
1997-98	6,850,932,323	1.15693	0.28637	1.44330	8.0%	-12.9%	-0.2%	-10.6%
1998-99	7,236,371,866	1.19742	0.27968	1.47710	5.6%	3.5%	-2.3%	2.3%
1999-00	7,567,481,867	1.28135	0.29071	1.57206	4.6%	7.0%	3.9%	6.4%
2000-01	7,930,633,427	1.32542	0.31903	1.64445	4.8%	3.4%	9.7%	4.6%
2001-02	8,250,713,736	1.37110	0.31901	1.69011	4.0%	3.4%	0.0%	2.8%
2002-03	8,605,885,415	1.37110	0.34588	1.71698	4.3%	0.0%	8.4%	1.6%
2003-04	8,914,744,300	1.37110	0.44487	1.81597	3.6%	0.0%	28.6%	5.8%
2004-05	9,471,022,002	1.36338	0.38745	1.75083	6.2%	-0.6%	-12.9%	-3.6%
2005-06	10,214,313,441	1.33433	0.38731	1.72164	7.8%	-2.1%	0.0%	-1.7%
2006-07	11,003,525,696	1.28277	0.38730	1.67007	7.7%	-3.9%	0.0%	-3.0%
2007-08	11,597,147,342	1.30287	0.39255	1.69542	5.4%	1.6%	1.4%	1.5%
2008-09	12,097,837,981	1.31638	0.38851	1.70489	4.3%	1.0%	-1.0%	0.6%
2009-10	11,998,810,726	1.33613	0.39315	1.72928	-0.8%	1.5%	1.2%	1.4%
2010-11	11,501,174,128	1.38149	0.34779	1.72928	-4.1%	3.4%	-11.5%	0.0%
2011-12	11,229,423,995	1.41492	0.36946	1.78438	-2.4%	2.4%	6.2%	3.2%
2012-13	11,048,410,839	1.43810	0.41029	1.84839	-1.6%	1.6%	11.1%	3.6%
2013-14	10,779,158,932	1.48479	0.44003	1.92482	-2.4%	3.2%	7.2%	4.1%
2014-15	11,192,317,904	0.56580	0.54546	1.11126	3.8%	-61.9%	24.0%	-42.3%
2015-16	11,400,609,427	0.56853	0.63056	1.19909	1.9%	0.5%	15.6%	7.9%
2016-17	11,717,072,877	0.57077	0.64198	1.21275	2.8%	0.4%	1.8%	1.1%
2017-18	12,329,756,115	0.56412	0.63863	1.20275	5.2%	-1.2%	-0.5%	-0.8%
2018-19	13,020,909,894	0.54260	0.60033	1.14293	5.6%	-3.8%	-6.0%	-5.0%