Proposed School Budget for FY23
Significant Changes

Overall Changes – Budgeted Expenditures increased 8.7% overall

- Staff salary increases and Health Insurance (+12.7%)
  - $20,000 increase in Compensation & Benefits
- Secondary Tuition increase $115,000 ($861,250)
  - 38% of budgeted expenditures
- Increase in Nursing Costs (RN/LNA full-time at Peacham)
  - $34,184 increase
- $50K Capital Investment set-aside for future building maintenance and upkeep

- $24K Reduction in SU Assessment (change to allocation ratios)
- $81,741 – Small Schools Grant (3.75% of total budget, balance comes from Education Fund)

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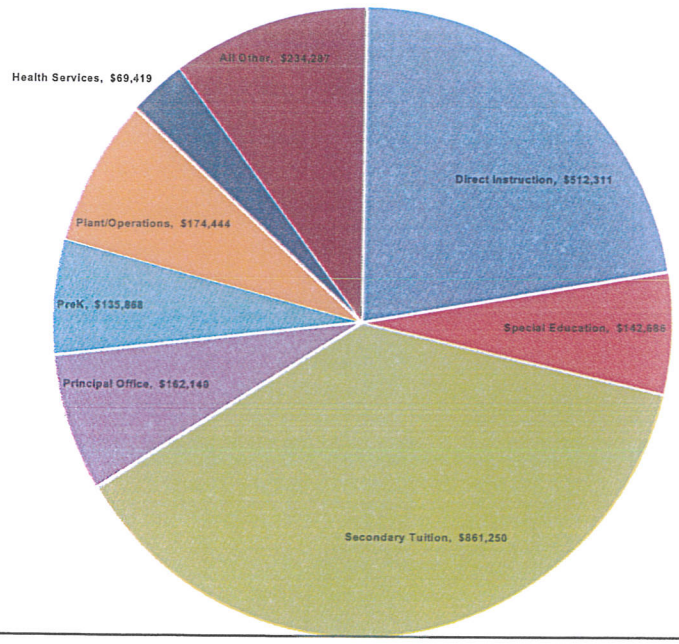
FY24 Expenditures by Function



2

Factors Affecting the Tax Rate

- Education Spending Increased (Upward pressure on tax rate)
- Equalized Pupils Decreased by 4 (Upward impact on tax rate)
- Peacham's Common Level of Appraisal*: (Decreased from 95.83% to 88.53% - Upward pressure on tax rate)
- Residential Yield Rate Increased to $15,479 (Downward pressure on tax rate)
- No Excess Spending Penalty in FY'23 (Neutral)

* Compares appraised value and actual selling price of Peacham homes/real estate: as CLA decreases, tax rate is increased

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Effect of budget, equalized pupils, property values, and legislative actions on local homestead tax rates.

Peacham Tax Impact Year over Year

	FY22 FINAL ACTUAL	FY23 VOTER APPROVED	FY23 Budget FINAL ACTUAL	FY24 Proposed	Tax Change
Education spending	2,029,413	2,020,641	2,020,641	2,202,664	$0.11
Equalized pupils	100.39	100.12	100.12	96.62	$0.04
CLA	103.62%	95.83%	95.83%	88.53%	$0.10
Excess spending Threshold	18,789	19,977	19,977	22,204	
Property Yield	$11,317	$12,937	$13,314	$15,479	-$0.17
Homestead tax rate	$1.00	$1.00	$1.00	$1.00	
Amount per pupil	$20,215	$20,182	$20,182	$22,797	
Penalty Amt per Pupil	$1,426	$205	$205	$593	
Local tax rate	$1.72	$1.63	$1.58	$1.66	$0.08
Penalty	$0.0000	$0.0000	$0.0000	$0.0000	$0.000
Total tax (incl. penalty)	$1.72	$1.63	$1.58	$1.66	$0.08
Income Yield	$13,770	$15,948	$15,948	$17,600	
Income Sensitive Tax Rate	2.94%	2.53%	2.53%	**2.59%**	0.06%

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How does Peacham School District fund its education?

Peacham Education Fund sources - FY23

	TOTAL		
RESIDENTS	$ 753,303	36%	*ONLY 36% of Education Needs are paid by RESIDENTS*
NON-RESIDENTS	$ 1,163,865	55%	
GEN EDUCATION FUND	$ 185,214	9%	
	$ 2,102,382		64% of Education Needs are paid by NON Residents

Homestead (a.k.a - Resident) Demographics

INCOME GROUPING	Peacham		
Less than $47,000	35	13%	Pay ONLY a flat 2.0% of their Income
Greater than $47K, Less than $90K	148	57%	Pay the FY24 Income Sensitive rate of 2.59% on their Income
Greater than $90K, Less than $137K	23	9%	Pay a combination of Income Sensitive rate & Homestead Tax Rate
Greater than $137K	55	21%	Pay the Full Homestead Tax Rate of: $1.66 or $1,660 per $100,000 of Housesite Value
Total	261		*70% of Peacham Residents pay Either 2.0% or 2.59% of their Income for Property Taxes*

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2.00% → 2.59% → $1.66

PEACHAM	Homestead Income					
Homestead Value	$ 35,000	$ 47,000	$ 60,000	$ 90,000	$ 120,000	$ 137,001
$ 50,000	$ 700	$ 940	$ 1,554	$ 2,331	$ 3,108	$ 830
$ 100,000	$ 700	$ 940	$ 1,554	$ 2,331	$ 3,108	$ 1,660
$ 150,000	$ 700	$ 940	$ 1,554	$ 2,331	$ 3,108	$ 2,490
$ 200,000	$ 700	$ 940	$ 1,554	$ 2,331	$ 3,108	$ 3,320
$ 225,000	$ 700	$ 940	$ 1,554	$ 2,331	$ 3,108	$ 3,735
$ 250,000	$ 700	$ 940	$ 1,554	$ 2,331	$ 3,523	$ 4,150
$ 300,000	$ 700	$ 940	$ 1,554	$ 2,331	$ 4,353	$ 4,980
$ 350,000	$ 700	$ 940	$ 1,554	$ 2,331	$ 5,183	$ 5,810
$ 400,000	$ 700	$ 940	$ 1,554	$ 2,331	$ 6,013	$ 6,640
$ 450,000	$ 1,530	$ 1,770	$ 2,384	$ 3,161	$ 6,843	$ 7,470
$ 500,000	$ 2,360	$ 2,600	$ 3,214	$ 3,991	$ 7,673	$ 8,300
$ 550,000	$ 3,190	$ 3,430	$ 4,044	$ 4,821	$ 8,503	$ 9,130
$ 600,000	$ 4,020	$ 4,260	$ 4,874	$ 5,651	$ 9,333	$ 9,960

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