

## **Explanation of 2026/27 Property Tax Authority Calculation**

### **SECTION A – TOTAL PROPERTY TAX & NON-PROPERTY TAX REVENUE**

From the General and Special Building Funds only – Data collected and added together from the following sources:

- The property tax requests from the current budget year (2025-26 LC-2)
- Non-property tax revenue reported in the previous year's Annual Financial Report (2023-24 AFR)
- SPED reimbursement totals reported in the current AFR data year (2024-25 AFR)
- TEEOSA reimbursement total from the current fiscal year (to be paid 2025-26)

### **SECTION B – TOTAL BASE GROWTH %**

The sum of the following percentages:

- 3%
- The annual percentage increase in the student enrollment of the school district multiplied by:
  - One if the school district's student enrollment has grown by an average of 3% over the preceding 3 years and 150 students over the 3 years; seven-tenths if the school district's student enrollment has grown by an average of 3% over the preceding 3 years; or four-tenths if growth average below 3%
- The percentage obtained by first dividing the annual increase in the total number of limited English proficiency students in the school district by the student enrollment of the school district and then multiplying the quotient by fifteen hundredths
- The percentage obtained by first dividing the annual increase in the total number of poverty students in the school district by the student enrollment of the school district and then multiplying the quotient by fifteen hundredths

### **SECTION C – REVENUE CAP**

Total Property Tax & Non-Property Tax Revenue (Section A) multiplied by Total Base Growth Percentage total (Section B). This amount is the upcoming year's (2025-26) total revenue subject to the property tax cap authority calculation.

### **SECTION D – PROPERTY TAX REQUEST AUTHORITY**

The sum of the Revenue Cap (Section C)

- LESS: Non-property tax revenue reported in the most recent available year's Annual Financial Report (2024-25 AFR) for the General and Special Building Funds. At certification data is updated amended AFR data.
- LESS: 2025/26 SPED reimbursement amount (model uses estimate from November 2025 SPED FFR, certification is revised with actual paid through May 2026)
- LESS: TEEOSA to be paid in the upcoming fiscal year including foundation aid and prior year correction amount

- PLUS: Prior years unused property tax authority (2025-26 LC-2)

2025-26 Property Tax Request Authority is the maximum amount a district may request between its General and Building fund tax requests without additional Board approval. This amount does not take into account the levy or spending authority requirements, which may limit a district's request to an amount below its property tax request authority.

#### **SECTION E - ADDITIONAL BASE GROWTH PERCENTAGE**

With 70% Board approval the following additional percentage will apply:

- 7% with average daily membership of 471 students or less
- 6% with average daily membership of 472-3044 students
- 5% with average daily membership of 3045-10,000 students
- 4% with average daily membership of 10,001 or more students

#### **SECTION F – ADDITIONAL PROPERTY TAX AUTHORITY IF BOARD APPROVED**

Total Property Tax & Non-Property Tax Revenue (Section A) from the base year (2025-26) multiplied by Additional Base Growth Percentage (Section E). This is the amount of additional property taxes for the General and Building fund that may be levied if the district obtains 70% board approval.

#### **SECTION G – PROPERTY TAX REQUEST AUTHORITY Including additional board approved amount**

Sum of Property Tax Request Authority (Section D) and Additional Property Tax Authority (Section F) for the upcoming year (2026-27) which would be the maximum amount a district could levy in the General and Special Building funds without obtaining a voter approved override.