

Recommended Tax Rate
Fiscal Year 2010

Red Clay Consolidated
School District
June 17, 2009

Rate development considerations

Four rate categories:

- Current Expense
 - local operating funds
 - .05 rate increase approved by February, 2008 Referendum. Second of three year plan.
- Minor Capital Improvement
 - Local share based on % match of state funds
 - Includes minor capital improvements, technology maintenance match, and Minner reading and math teachers
- Tuition
 - Local funds for special schools tuition eligible programs including Meadowood, Central, Richardson Park ILC, Bilingual, First State School, private placement and consortium, attendance in schools outside Red Clay (i.e. Delaware Autistic Program)
- Debt service
 - Local share of principal and interest payments through October, 2010 for capital improvement bonds authorized by prior referenda.

Rate development considerations

- 14 Del. C. §1916(d) requires Tax Warrant be submitted to New Castle County by July 9, 2009
- Red Clay's assessed property \$5,084,424,613.
Net value of assessment increased by \$20.8M or .41%.
- Tax pool allocation factor increased from .2845134174 to .2903533906 or 2.1%

Rate Development Considerations – State Budget

- Salary Policy
 - % decrease
 - Steps and Lanes
 - Impact on local funds
- Division II – Energy
- Stabilization Funds
- Match Tax funds and authority
- HB119
- Potential Impact of Needs-Based Funding

Recommended Rates FY2010

Tax Category	2008- 2009 Rates	2009- 2010 Rates	Difference	Dollar Value
Current Expense	\$1.126	\$1.176	\$0.050	\$57,027,337
Tuition	\$0.327	\$0.317	(\$0.010)	\$15,714,685
Debt Service	\$0.141	\$0.151	\$0.010	\$7,485,544
Minor Cap.	\$0.030	\$0.030	\$0.000	\$1,487,194
TOTAL	\$1.624	\$1.674	\$0.050	\$81,714,761

Includes both residential and non-residential properties.

Assumes 97.5% collection rate

Per \$100 of assessed value

5 Year Rate History

YEAR	CURRENT EXPENSE	TUITION	DEBT SERVICE	MINOR CAP.	TOTAL
2005-06	\$0.876	\$0.210	\$0.133	\$0.058	\$1.277
2006-07	\$0.924	\$0.250	\$0.157	\$0.000	\$1.331
2007-08	\$0.976	\$0.320	\$0.157	\$0.030	\$1.483
2008-09	\$1.126	\$0.327	\$0.141	\$0.030	\$1.624
2009-2010	\$1.176	\$0.317	\$0.151	\$0.030	\$1.674

Current Expense

TAX CATEGORY	2008- 2009 RATES	2009- 2010 RATES	DIFFERENCE
Current Expense	\$1.126	\$1.176	\$0.050

*Includes both residential and non-residential properties.
Per \$100 of Assessed Value*

Minor Capital Improvement \$.03/100

Revenue From Match Tax:	\$1,487,195
Balance Available July 1, 2009:	\$575,642
TOTAL AVAILABLE FUNDS	\$2,062,837
Expenditures:	
Minor Capital Improvement	\$570,623
State Technology Maintenance	\$620,300
Asbestos Contingency	\$100,000
Minner Resource Teachers (Reading/Math)	\$572,598
TOTAL EXPENDITURES	\$1,863,521
Projected Balance 6/30/10	\$199,316

Debt Service \$.151/100

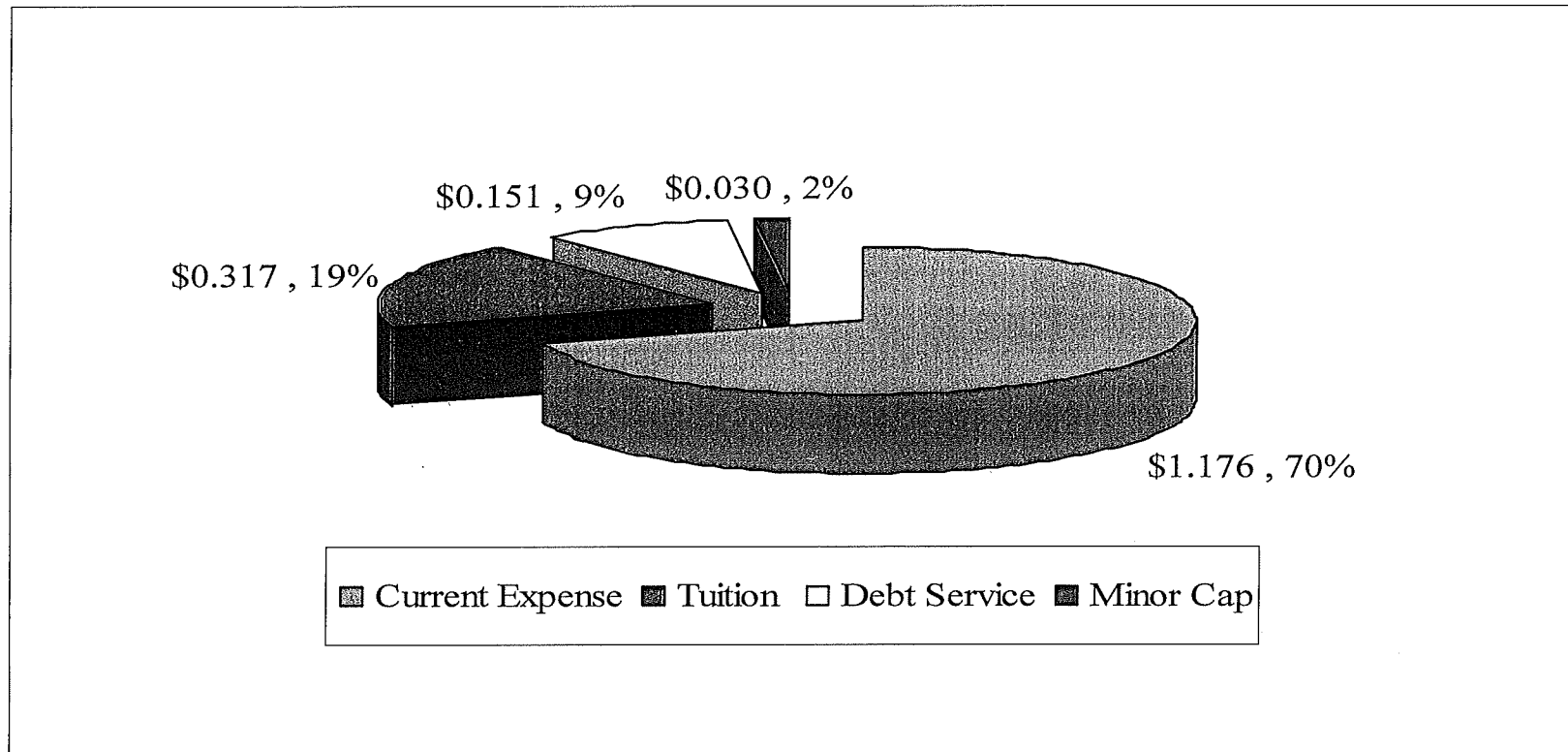
Debt Service Tax Rate Requirements:	FY 2010
Revenue From Debt Service Tax:	\$7,485,544
Balance Available July 1, 2009:	\$3,991,926
Interest Income	\$94,827
Available Funds	\$11,572,297
Estimated Debt Service amount	
including first four months of FY2011	\$11,554,309
Balance at Year End of October 2010	\$17,988
Tax Rate:	15.1 cents per \$100 of assessed value

Tuition \$0.317/100

	FY09 Final Budget	FY10 Preliminary Budget	Difference from FY09
Revenue			
Opening Balance -Tuition Funds	1,050,809	1,142,341	91,532
Tuition Tax	16,144,036	15,714,685	(429,351)
Tuition billing	549,490	562,163	12,673
State Revenue (LEP, 1st State, Unique Alt)	1,157,733	1,275,528	117,795
Total Tuition Revenue	18,902,068	18,694,717	(207,351)
Expenditures			
Payable from FY07 - loan repayment	600,000	587,114	(12,886)
Tuition Payments to Other Agencies	2,771,561	2,569,740	(201,821)
*Unique Alternatives/Private Placement	935,210	1,037,122	101,912
Consortium	230,390	302,975	72,585
Meadowood Program	5,265,000	5,396,625	131,625
Intensive Learning Centers	5,200,000	4,940,000	(260,000)
*ELL/LEP	1,845,023	2,164,870	319,847
*First State School	937,399	928,119	(9,280)
Tuition Contingency	500,000	467,368	(32,632)
Total Expenditures	18,284,583	18,393,933	109,350
Ending Balance - FY 2010	617,485	300,784	(8,549)
Remaining Payable to 32	587,114	0	(587,114)

*includes state funding allocations

All rates – Breakdown by Percentage



Next Steps

- State Budget – June 30, 2009
- Tax Warrant to New Castle County
July 9, 2009
- Preliminary Budget workshop – early August
- Adoption of Preliminary Budget – August 19,
2009 Board Meeting