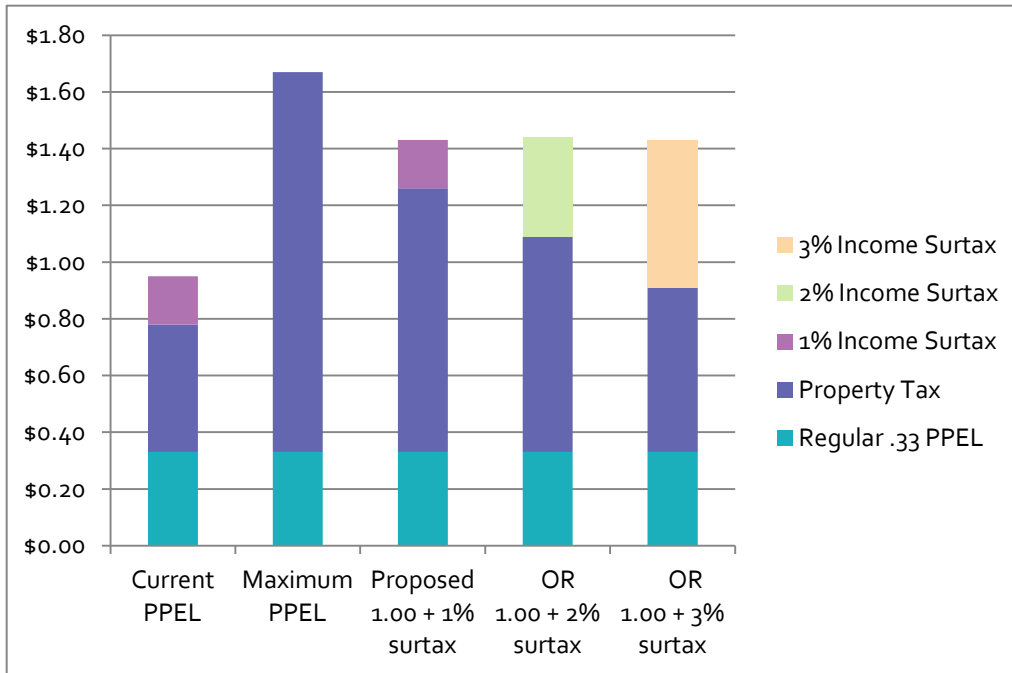


VOTER-APPROVED PPEL CURRENT & PROPOSED

EXAMPLE OF INCOME SURTAX & PROPERTY TAX IMPACT



RESIDENT HOME EXAMPLE

For residential property-owners there is a “rollback” calculation so, the cost is not actually \$1.00/\$1000 for residential property.

- EXAMPLE A:** A home with an assessed valuation of \$100,000 with the current 45¢ VPPEL costs a residential property owner approximately \$20 annually. Increasing the VPPEL to \$1.00 would cost a residential property owner approximately \$25 *more* than the current levy (or a total of \$45) annually.
- EXAMPLE B:** A home with an assessed valuation of \$70,000 with the current 45¢ VPPEL costs a residential property owner approximately \$14.95 annually. Increasing the VPPEL to \$1.00 would cost a same residential property owner approximately \$18 *more* than the current levy (or a total of \$33) annually.

VALLEY COMMUNITY SCHOOL DISTRICT

RENEW VOTER-APPROVED PHYSICAL PLANT & EQUIPMENT LEVY (VPPEL)



VOTE

FEBRUARY 7, 2012

NOON to 8:00 PM

CLERMONT - ELGIN - WADENA

PROPERTY TAX PORTION (HOMES)

(APPROX. BASED ON CURRENT TAXABLE VALUATION & INCOME TAX PAID)

ASSESSED VALUATION	CURRENT VPPEL (@ 45¢/\$1000 with Homestead Exemption – Numbers are Rounded)	PROPOSED VPPEL (@ \$1.00/\$1000 with Homestead Exemption) ADDITIONAL PROPERTY TAX Per Year	TOTAL (@ \$1.00/\$1000) PROPERTY TAX Per Year (Numbers are Rounded)
\$70,000	\$15	\$18	\$33
\$100,000	\$20	\$25	\$45
\$120,000	\$25	\$31	\$56
\$140,000	\$30	\$36	\$66

PROPERTY TAX PORTION (FARM LAND) Approx.

NOTE: OTHER CREDITS, SUCH AS AG LAND, FAMILY FARM, ELDERLY & MILITARY CREDITS WOULD LOWER THIS TAX

ASSESSED VALUATION (FARMLAND)	TAXABLE VALUE (with Rollback)	CURRENT VPPEL (@ 45¢/\$1000) Per Year	PROPOSED VPPEL (@ \$1.00/\$1000) ADDITIONAL PROPERTY TAX Per Year	TOTAL (@ \$1.00/\$1000) PROPERTY TAX Per Year (Numbers are Rounded)
\$100,000	\$57,500	\$26	\$32	\$58
\$500,000	\$287,700	\$129	\$158	\$287
\$800,000	\$460,300	\$207	\$253	\$460
\$1,000,000	\$575,400	\$259	\$316	\$575

INCOME SURTAX EXAMPLE (1% ON IOWA INCOME TAX PAID)

- If you pay \$1000 in Iowa income tax, you will pay an additional \$10 per year
- If you pay \$2000 in Iowa income tax, you will pay an additional \$20 per year.
- If you pay nothing (\$0.00) in Iowa income tax, you will pay NOTHING extra in income surtax

VPPEL HISTORY & FACTS

In December of 2002, patrons of the Valley Community School District passed a voter-approved Physical Plant & Equipment Levy (VPPEL) of \$0.45/per \$1000 assessed valuation (in a combination of property tax and 1% income surtax) which generates approximately \$47,000 of revenue used only for the physical plant & equipment needs of the district. The current voter-approved levy expires in 2013.

- The Valley district uses current VPPEL funds to lease our school buses, copiers, and make facility maintenance repairs and renovations.
- Bus/equipment & facility maintenance annual expenses exceed the current VPPEL revenue.
- Increasing costs for leases, equipment, and facility repairs & maintenance have outgrown the current VPPEL revenue.
- Without the continuation and increased VPPEL funds, the bus & copier lease and maintenance costs would need to come from the General Fund, which would take away dollars for instructional costs, (i.e. educational programs, staff, instructional materials, etc.).
- The proposed \$1.00/per \$1000 assessed valuation (in a combination of property tax & income surtax not to exceed 3%) would cover the annual costs; avoiding the need to spend General Fund dollars.
- If approved, the \$1.00 per \$1000 assessed valuation VPPEL would take place in the fall of 2013

QUESTIONS? Call Valley Central Office 426-5501
or email: molumby_cathy@valley.k12.ia.us