

DID YOU KNOW??

Under Proposal A, school districts are required to levy 18 mills on non-homestead properties. Failure to do so results in a loss of funding for the district.

Districts are also prohibited from levying more than 18 mills of non-homestead millage.

The Non-Homestead Millage DOES NOT impact primary residential or qualifying agricultural properties.

It ONLY impacts businesses, commercial properties, second homes, and rental properties.

What Happens If The Proposal Fails?

- > Caledonia Community Schools would lose over \$15.6 million in operating revenue.
- This equates to approximately 22% of the district's General Fund operating budget.
- Drastic cuts to student programs, staffing, and essential services would be required.

This millage is critical to maintaining the quality of education and opportunities for our students.

WHY ASK FOR AN ADDITIONAL 0.5 MILL?

- When property values rise faster than inflation, state law (the Headlee Amendment) automatically reduces the Non-Homestead Millage—this is called a Headlee rollback.
- Property values have risen faster than inflation in six out of the last seven years in Caledonia, lowering the amount our district can collect.
- ▶ In 2019, voters approved having an extra 1.8 mills as a cushion against this revenue loss.
- More than half of that cushion is already being used due to continued Headlee rollbacks.
- At the current pace, the rest will be used within five years.
- ➤ This proposal includes an additional 0.5 mills to extend our cushion and protect against future rollbacks.
- ▶ Important: The district can NEVER collect more than 18 mills. This is just a safeguard to keep us from falling below what we're required to collect to get full funding.

TOTAL GENERAL FUND REVENUE



