Madison School District

2016-2020 Strategic Five-Year Facility Maintenance Plan

A plan to implement the maintenance of and improvements to Madison School District facilities:
The Madison 2020 Vision

Madison School District is committed to a Five-Year Strategic Facility Maintenance Plan that will:

- provide a progressive, innovative, and safe learning environment to enhance student instruction and performance.
- allow the District to function in the most efficient and cost-effective manner possible.
- utilize technology to manage aspects of the facility to lower unnecessary expenses.
- improve branding and marketability of the District through progressive, innovative, yet cost-effective, enhancements.

More details about the projects proposed as a part of the Madison 2020 Vision may be viewed online at www.madisonk12.us.

Building & Site Sinking Fund

Historically, additions and improvements to our school facility were funded primarily through the Building & Site Sinking Fund and the General Fund. Whenever feasible, Madison has used the Building & Site Sinking Fund, rather than a school bond, thus maximizing the return on each dollar provided by our taxpayers.

A school bond yields large sums of revenue, but the district must pay it back with interest, similar to a home mortgage. The Sinking Fund provides revenue that can be used annually as it is received. There is no borrowing and no interest. *Every tax dollar is utilized for the repair and maintenance of our facilities.*

The current 1.25 mill Building & Site Sinking Fund is set to expire in 2016.

Information for Homeowners

The 1.25 mills currently in place through 2016 produces approximately $218,750 annually. This proposal will allow the school district to levy and increase its building and site sinking fund millage previously approved by voters. The Board is requesting an additional 0.25 mill to offset the decrease in taxable value and help address areas of facility maintenance and renovation. If approved, the district would receive $1.50 on each $1,000 of taxable valuation for a period of five years (2016-2020) to continue to provide for a sinking fund for the purchase of real estate sites for, and the construction or repair of, school buildings and all other purposes authorized by law. The estimated revenue the District would collect is approximately $262,477.

Value of Home	Taxable Value	Yearly Cost	Monthly Cost
$50,000	$25,000	$6.25	$0.52
$100,000	$50,000	$12.50	$1.04
$200,000	$100,000	$25.00	$2.08

Madison School District
Operating Expense Millage Renewal

Property Value Decrease

Property values have decreased over the past several years. 1.0 mill of tax generated $198,000 in 2009. That same mill only generates approximately $175,000 today. Between the decreased value of homes and the phasing out of the industrial personal property tax, the District collects less tax revenue today than it did five years ago.

Year	Taxable Value	1 Mill Revenue
2007	$193,006,560	$193,007
2008	$189,055,405	$189,055
2009	$198,586,640	$198,587
2010	$190,690,856	$190,691
2011	$187,366,371	$187,366
2012	$178,056,138	$178,056
2013	$173,388,825	$173,389
2014	$172,022,581	$172,023
2015	$174,929,975	$174,930

The current 18 mill Operating Millage, which is assessed on businesses and those with a second home (non-homestead), expires in 2017.

Information for Homeowners

To eliminate the cost of holding an election in 2017, the Board is requesting that the Operational millage be renewed at the May 3, 2016 election. This proposal will allow the school district to continue to levy the statutory rate of not to exceed 18 mills which is assessed on businesses and those with a second home (non-homestead). This is required for the school district to receive its per pupil foundation allowance and renews millage that will expire with the 2016 tax levy. If approved, the millage would be renewed for a period of five years (2017-2021).

Tuesday, May 3 Election Ballot Summary

Voters will see two millage proposals from the Madison School District on the ballot for the **Tuesday, May 3** Special Election.

I. Operating Millage Renewal Proposal

Currently set to expire in 2016
18 mill renewal
If approved, would be renewed through 2021 to support district operating expenses

II. Millage Proposal: Building and Site Sinking Fund Tax Levy

Expired with the 2015 levy
1.25 mill renewal; .25 mill increase
If approved, would be renewed through 2020 to support building maintenance

Election Date: Tuesday, May 3, 2016 | 7:00 a.m. - 8:00 p.m.

Voting will take place at your regular polling precinct

Any registered voter within the Madison School District is eligible to vote.
Absentee voting applications are online at **michigan.gov/sos** or the County Clerk's Office.