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Financial Focus

- 20 Mill Floor Presentation

What is the 20-mill floor?

Ohio law specifies that the application of the tax reduction factors cannot cause a school district's effective current expense millage rate (inside and outside combined) to fall below 20 mills.

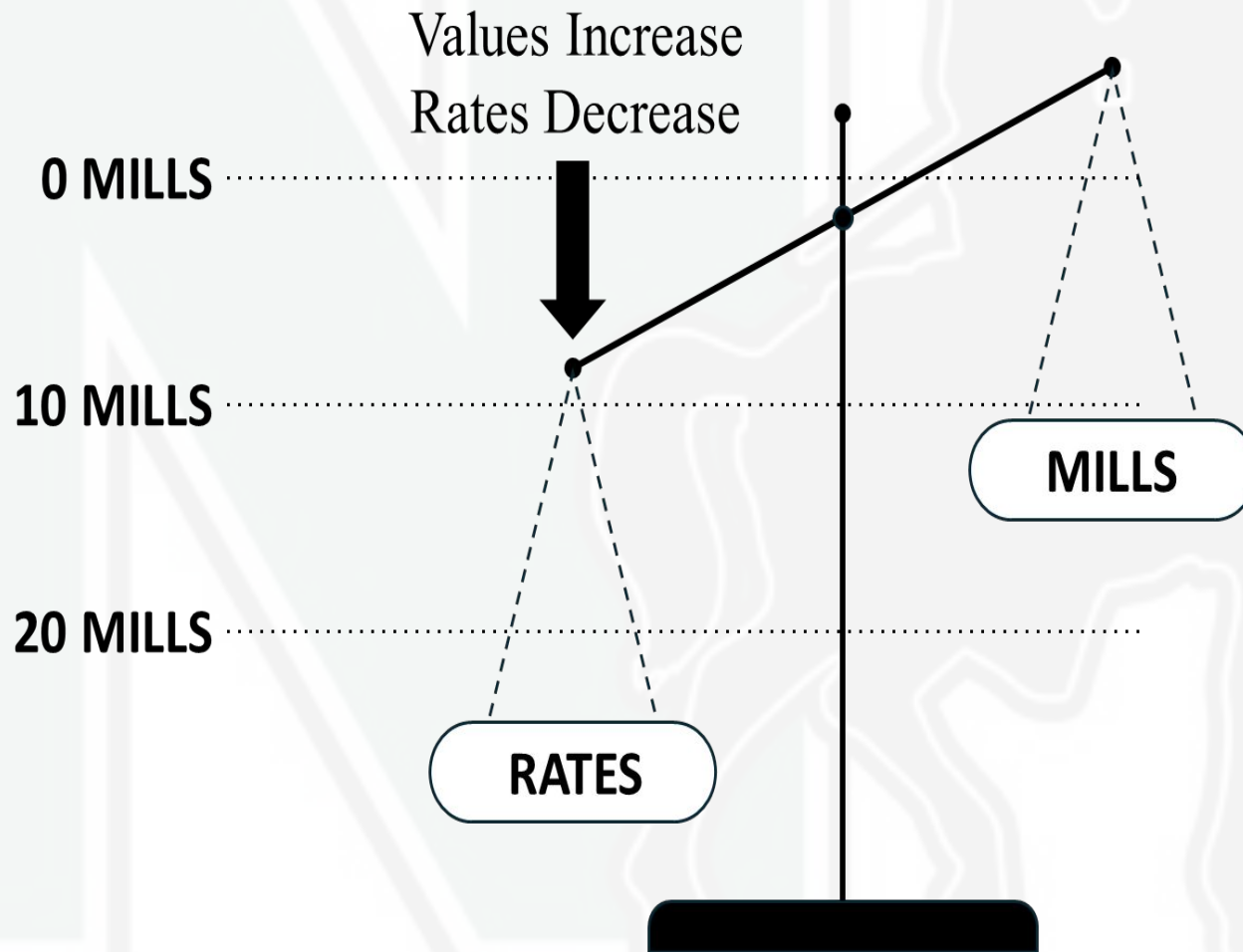
Types of Levies Factored into the 20-Mill Floor

Type of Levy	Subject to Reduction Factors	Factored in 20-Mill Floor Calculation
Inside Millage (Current Expense)	No	Yes
Inside Millage (Bond)	No	No
Inside Millage (Permanent Improvement)	No	No
Outside Millage (Current Expense)	Yes	Yes
Outside Millage (Bond) ²	No	No
Outside Millage (Permanent Improvement)	Yes	No
Outside Millage (Emergency) ²	No	No

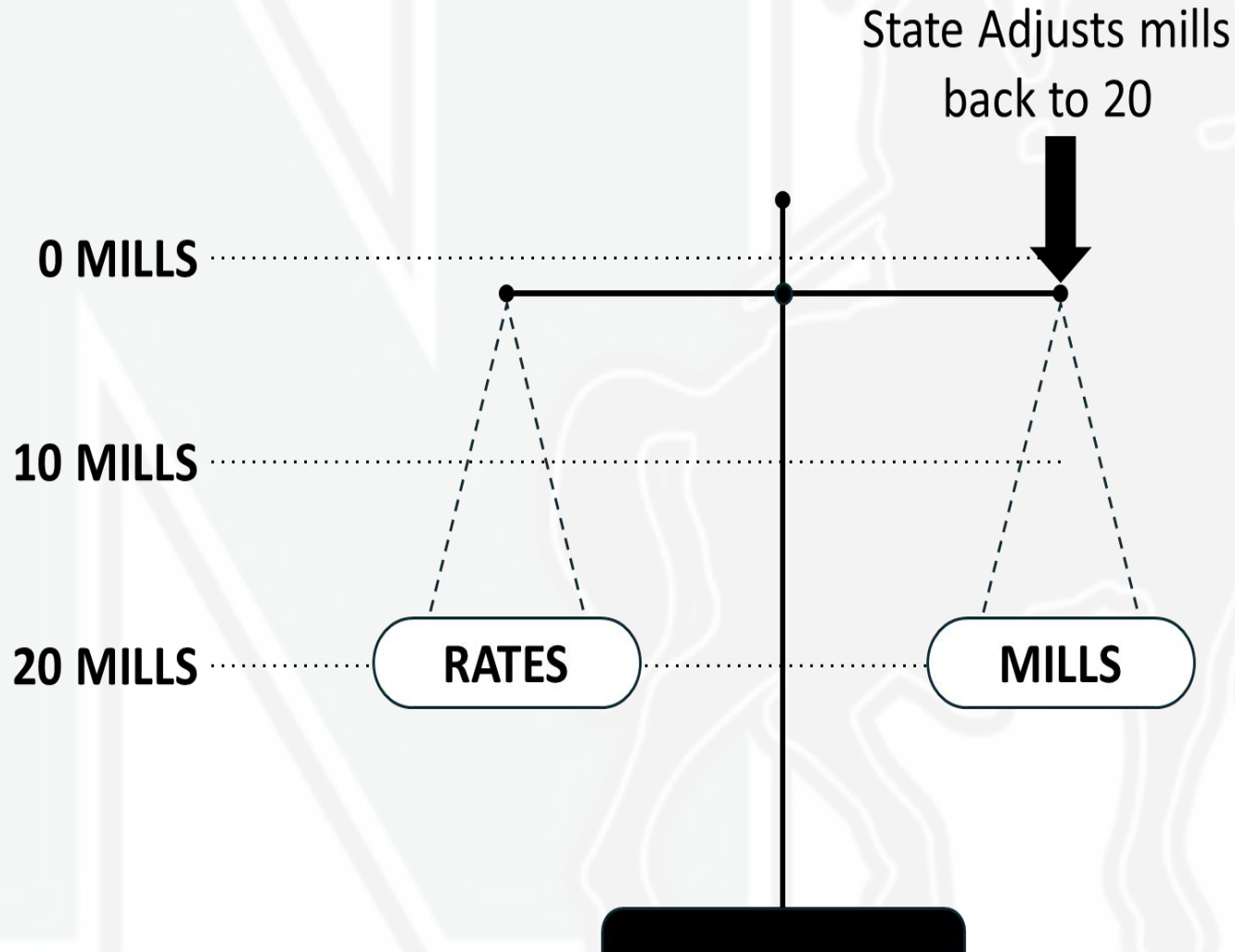
Note: Highlighted in yellow are current levies for Nordonia Hills CSD

Source: Ohio Department of Taxation

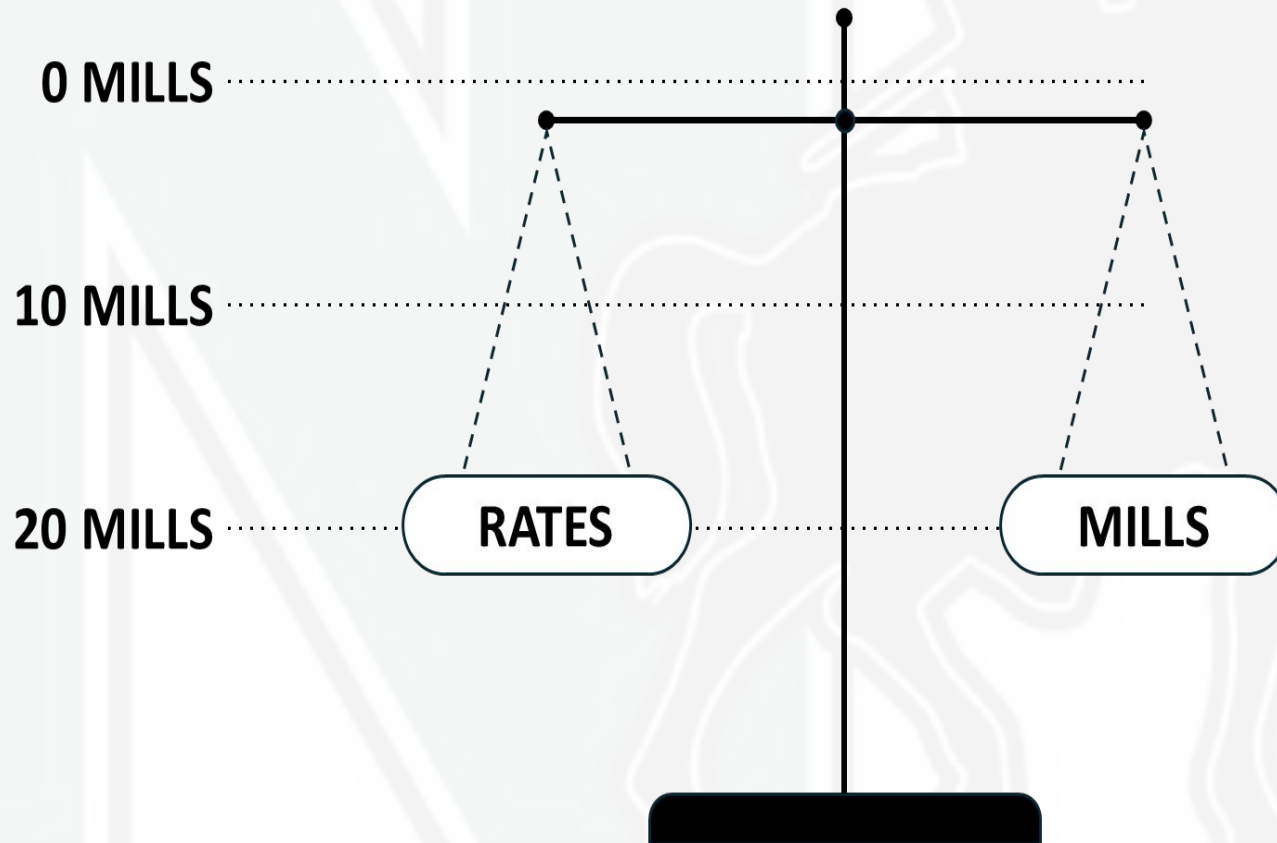
The 20-Mill Floor - Reappraisal



The 20-Mill Floor: State Adjustment



The 20-Mill Floor – Before Evaluation Change



NORDONIA HILLS CITY SCHOOL DISTRICT

INSPIRING EVERY STUDENT TO VALUE LEARNING, COMMUNITY AND EXCELLENCE

Other District Example – 20 Mill Floor

Before 20 Mill Adjustment CSD Tax Levy Full Rates

Inside Millage	Full Rate
GENERAL FUND - CURRENT EXPENSE	4.200
1999 BOND (\$41,800,000)	1.710
1976 CURRENT EXPENSE	24.30
1978 CURRENT EXPENSE	6.270
1992 CURRENT EXPENSE	5.750
1996 CURRENT EXPENSE	3.900
1992 CURRENT EXPENSE	4.840
2009 BOND (\$13,000,000)	0.640
2009 BOND (\$5,500,000)	0.270
1991 PERMANENT IMPROVEMENT	1.500
2009 SUBSTITUTE	10.426
TOTAL RES/AG ALL LEVIES FULL RATE:	63.806

When calculating 20-mill floor adjustment Only current expense is used

Inside Millage	Full Rate	Overall State Reduction Factor	Res/Ag Eff. Rate
GENERAL FUND - CURRENT EXPENSE	4.200	0.000000	4.200000
All Voted Current Expense	45.06	32.706069	12.353931
STATE'S CALCULATION FOR 20-MILL FLOOR RES/AG	49.260		16.553931

20-MILL FLOOR PER DTE-46: 20.000019

STATE CALC FOR RES/AG EFF RATE: 16.553931

ADJUSTED INCREASE DUE TO 20-MILL FLOOR: 3.446088

TAX INCREASE PER \$100,000 VALUE DUE TO OHIO LAW: \$120.61

Inside millage revenue increases with property values but not proportionally due to assessment factors.

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Nordonia Hills City School District

Before 20 Mill Adjustment CSD Tax Levy Full Rates

Inside Millage	Full Rate
GENERAL FUND – Inside – Current Exp	4.97
1978 & Prior	30.78
1984 Current Expense	5.40
1988 Current Expense	4.45
1993 Current Expense	7.20
2004 Current Expense	6.50
2011 Current Expense	6.00
2019 Current Expense	6.98
2000 Bond	2.00
2000 Bond	.31
TOTAL RES/AG ALL LEVIES FULL RATE:	74.59

Inside Millage	Full Rate	Overall State Reduction Factor	Res/Ag Eff. Rate
General Fund – Inside Millage - Current Expense**	4.97	0.000	4.97
All Voted Current Expense	67.31	38.673	28.637
STATE'S CALCULATION FOR 20-MILL FLOOR RES/AG	72.28		33.607

20-MILL FLOOR PER DTE-46: 20.00

STATE CALC FOR RES/AG EFF RATE: 33.607

ADJUSTED INCREASE DUE TO 20-MILL FLOOR: 0.00

TAX INCREASE PER \$100,000 VALUE DUE TO OHIO LAW: \$ 0.00

Inside millage revenue increases with property values but not proportionally due to assessment factors.

Where are Rates Headed? 20-Mill Floor District Count

