

ELEMENTS OF PROPOSED SINKING FUND MILLAGE PROPOSAL

INTRODUCTION

- The School District currently has a sinking fund millage authorization of **1 mill** that expires after the 2024 levy
- The current sinking fund millage authorization of 1 mill has been permanently rolled back to **0.9661 mills** as of 2023

Alternative 1 – Renewal w/no restoration

- Proposal for **0.9661* mills** which renews the existing authorization which expires after the 2024 levy
- Applies to all taxable property in the District
- Term can be up to **10 years (2025 to and including 2034)** which is the maximum term allowed by state law
- **Does not restore** existing Headlee rollback
- **Does not provide** for expanded purposes recently added under state law
- Would be exposed to potential future Headlee rollbacks before first levy in 2025
- Can only be phrased as a renewal if voted in 2024

*2023 millage rate. Would need to be adjusted following application of 2024 Millage Reduction Fraction

Alternative 2 – Restoration w/expanded purposes

- Proposal for **1 mill** which restores current authorization which has been rolled back to 0.9661 mills which expires after the 2024 levy
- Applies to all taxable property in the District
- Term can be up to **10 years (2025 to and including 2034)** which is the maximum term allowed by state law
- **Restores** existing Headlee rollback

- **Provides** for expanded purposes recently added under state law
- Would be exposed to potential future Headlee rollbacks before first levy in 2025 if voted before May 1, 2025
- May not be characterized as a renewal because of Headlee restoration and expansion of purposes

Alternative 3 – More than 1 mill w/expanded purposes

- Proposal for more than **1 mill** (no more than 3 mills)
- Applies to all taxable property in the District
- Term can be up to **10 years (2025 to and including 2034)** which is the maximum term allowed by state law
- **Provides** for expanded purposes recently added under state law
- Would be exposed to potential future Headlee rollbacks before first levy in 2025 if voted before May 1, 2025
- May not be characterized as a renewal or restoration because authorizing more than rolled back amount or original authorized amount and expansion of purposes

ALTERNATIVE 1

**GROSSE POINTE PUBLIC SCHOOL SYSTEM
COUNTY OF WAYNE
STATE OF MICHIGAN**

OPERATING MILLAGE RENEWAL PROPOSAL

This proposal would renew the authority of the Grosse Pointe Public School System to levy up to the statutory limit of 18.00 mills for general school district operating purposes on taxable property in the School District to the extent that such property is not exempt from such levy, protect the School District against the impact of Headlee rollbacks of up to 0.5530 mill, and restrict the levy on principal residences (owner-occupied homes) to no more than 7.6098* mills. This authorization would allow the School District to continue to levy the statutory limit of 18.00 mills on non-homestead (principally industrial and commercial real property and residential rental property) which expires with the School District's 2024 tax levy. Under existing law, the School District would levy on principal residence property only that portion of the mills necessary to allow the School District to receive the full revenue per pupil foundation allowance permitted by the State.*

As a renewal of authority which expires with the 2024 levy, shall the limitation on the amount of taxes which may be imposed on taxable property in the Grosse Pointe Public School System, County of Wayne, Michigan, be increased by 18.5530* mills (\$18.5530* per \$1,000 of taxable value) to the extent such property is not statutorily exempt, for _____** (___**) years, the years 2025 to 20___, inclusive, to provide funds for operating expenses of the school district? Of the 18.5530* mills, no more than 7.6098* mills (\$7.6098* per \$1,000 of taxable value) would be levied on principal residences. This millage would raise approximately \$_____ in the first year of levy.

YES ☐

NO ☐

*Would need to insert 2024 millage rates following application of 2024 Millage Reduction Fraction

**Any period of years up to 20 years

ALTERNATIVE 2

**GROSSE POINTE PUBLIC SCHOOL SYSTEM
COUNTY OF WAYNE
STATE OF MICHIGAN**

OPERATING MILLAGE RESTORATION AND EXTENSION

This proposal would reauthorize the Grosse Pointe Public School System to levy up to the statutory limit of 18.00 mills for general school district operating purposes on taxable property in the School District to the extent that such property is not exempt from such levy, protect the School District against the impact of Headlee rollbacks of up to 1.0 mill, and restrict the levy on principal residences (owner-occupied homes) to no more than 7.6098 mills. This authorization would allow the School District to continue to levy the statutory limit of 18.00 mills on non-homestead (principally industrial and commercial real property and residential rental property) which expires with the School District's 2024 tax levy. Under existing law, the School District would levy on principal residence property only that portion of the mills necessary to allow the School District to receive the full revenue per pupil foundation allowance permitted by the State.*

As a restoration and extension of authority which expires with the 2024 levy, shall the limitation on the amount of taxes which may be imposed on taxable property in the Grosse Pointe Public School System, County of Wayne, Michigan, be increased by 19.00 mills (\$19.00 per \$1,000 of taxable value) to the extent such property is not statutorily exempt, for _____** (_**) years, the years 2025 to 20__, inclusive, to provide funds for operating expenses of the school district? Of the 19.00 mills, no more than 7.6098* mills (\$7.6098* per \$1,000 of taxable value) would be levied on principal residences. This millage would raise approximately \$_____ in the first year of levy.

YES ☐

NO ☐

*Would need to insert 2024 millage rate following application of 2024 Millage Reduction Fraction

**Any period of years up to 20 years

ALTERNATIVE 3

**GROSSE POINTE PUBLIC SCHOOL SYSTEM
COUNTY OF WAYNE
STATE OF MICHIGAN**

OPERATING MILLAGE PROPOSAL

This proposal would reauthorize the Grosse Pointe Public School System to levy up to the statutory limit of 18.00 mills for general school district operating purposes on taxable property in the School District to the extent that such property is not exempt from such levy, protect the School District against the impact of Headlee rollbacks of up to ____ mills, and restrict the levy on principal residences (owner-occupied homes) to no more than 7.6098** mills. This authorization would allow the School District to continue to levy the statutory limit of 18.00 mills on non-homestead (principally industrial and commercial real property and residential rental property) which expires with the School District's 2024 tax levy. Under existing law, the School District would levy on principal residence property only that portion of the mills necessary to allow the School District to receive the full revenue per pupil foundation allowance permitted by the State.*

Shall the limitation on the amount of taxes which may be imposed on taxable property in the Grosse Pointe Public School System, County of Wayne, Michigan, be increased by ____* mills (\$____* per \$1,000 of taxable value) to the extent such property is not statutorily exempt, for ____*** (____***) years, the years 2025 to 20____, inclusive, to provide funds for operating expenses of the school district? Of the ____* mills, no more than 7.6098** mills (\$7.6098** per \$1,000 of taxable value) would be levied on principal residences. This millage would raise approximately \$_____ in the first year of levy.

YES ☐

NO ☐

*Insert millage amount once Headlee cushion determined, if more than 1 mill. If Headlee cushion 1 mill or less, use Alternative 2

**Would need to insert 2024 millage rate following application of 2024 Millage Reduction Fraction

***Any period of years up to 20 years