

Nazareth Area School District

Board of School Directors

RESOLUTION

WHEREAS, on June 27, 2006, the Pennsylvania legislature passed Act 1 of Special Session 2006, entitled the "Taxpayer Relief Act) hereinafter "Act 1");

WHEREAS, Act 1 requires school districts to limit tax increases to the level set by an inflation index unless the tax increase is approved by voters in a referendum or the school district obtains from the Department of Education or a court of common pleas certain referendum exceptions;

WHEREAS, Act 1 does, however, allow a board of school directors to elect to adopt a resolution indicating that it will not raise the rate of any tax for the support of the public schools for the following fiscal year by more than its index, provided this resolution must be adopted no later than 110 days prior to the date of the primary election immediately preceding the upcoming fiscal year;

WHEREAS, the Nazareth Area School District index for the 2023-2024 fiscal year is 4.8%;

WHEREAS, the Nazareth Area School District Board of Directors has made the decision that it shall not raise the rate of any tax for the support of the Nazareth Area School District for the 2023-2024 fiscal year by more than its index.

AND NOW, on this 6th day of December 2022 it is hereby RESOLVED by the Nazareth Area School District (hereinafter "District") Board of Directors (hereinafter "Board") the following:

1. The Board certifies that it will not increase any school district tax for the 2023-2024 school year at a rate that exceeds the index as calculated by the Pennsylvania Department of Education.
2. The Board certifies that it will comply with the procedures set forth in Section 687, of the Pennsylvania Public School Code (hereinafter "School Code"), 24 P.S. §6-687, for the adoption of its proposed and final budget.
3. The Board certifies that increasing any tax at a rate less than or equal to the index will be sufficient to balance its final budget of the 2023-2024 fiscal year.
4. The Administration of the District will submit the District's information on a proposed increase in the rate of a tax levied for the support of the District to the Pennsylvania

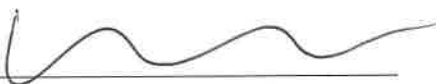
Department of Education on the uniform form prepared by the Pennsylvania Department of Education no later than five days after the Board's adoption of this Resolution.

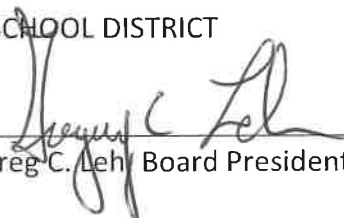
5. The Administration of the District will send a copy of their Resolution to the Pennsylvania Department of Education no later than five days after the Board's adoption of this Resolution.
6. The Board understands and agrees that by passing this Resolution it is not eligible to seek referendum exceptions under Section 333(f) of Act 1 and is not eligible to request approval from the voters through a referendum to increase a tax rate by more than the index as established for the 2023-2024 fiscal year.
7. Once this Resolution is passed, the Administration of the District is not required to comply with the preliminary budget requirements set forth in paragraphs (a) and (c) of Section 311 of Act 1. Provided, however:
 - a) The Board understands and agrees that, upon receipt of the information submitted by the District as set forth in paragraphs 4 and 5 above, the Pennsylvania Department of Education shall compare the District's proposed percentage increase in the rate of the tax with the index.
 - b) Within ten days of the receipt of this information, the Pennsylvania Department of Education shall inform the District whether its proposed tax rate increase is less than or equal to the index.
 - c) If the Pennsylvania Department of Education determines that the District's proposed increase in the rate of the District's tax exceeds the index, the District is subject to the preliminary budget requirements as set forth in paragraph (a) and (c) of Section 311 of Act 1.

RESOLVED this 6th day of December 2022.

ATTEST:

BOARD OF SCHOOL DIRECTORS OF NAZARETH AREA SCHOOL DISTRICT


Stuart Whiteleather, Board Secretary


Greg C. Lehy, Board President

Val Number Description

Justification

ITEM

AMOUNTS

Estimated Beginning Unreserved Fund Balance Available for Appropriation and Reserves Scheduled For Liquidation During The Fiscal Year

- 0810 Nonspendable Fund Balance
- 0820 Restricted Fund Balance
- 0830 Committed Fund Balance
- 0840 Assigned Fund Balance
- 0850 Unassigned Fund Balance

Total Estimated Beginning Unreserved Fund Balance Available for Appropriation and Reserves Scheduled For Liquidation During The Fiscal Year

Estimated Revenues And Other Financing Sources

- 6000 Revenue from Local Sources 76,005,538
- 7000 Revenue from State Sources 2,020,902
- 8000 Revenue from Federal Sources
- 9000 Other Financing Sources

Total Estimated Revenues And Other Financing Sources \$78,026,440

Total Estimated Fund Balance, Revenues, and Other Financing Sources Available for Appropriation \$78,026,440

Amount

REVENUE FROM LOCAL SOURCES

6111 Current Real Estate Taxes	64,344,851
6150 Current Act 511 Taxes - Proportional Assessments	11,660,687

REVENUE FROM LOCAL SOURCES \$76,005,538

REVENUE FROM STATE SOURCES

7340 State Property Tax Reduction Allocation	2,020,902
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REVENUE FROM STATE SOURCES \$2,020,902

TOTAL ESTIMATED REVENUES AND OTHER SOURCES 78,026,440

Act 1 Index (current): 4.8%

Calculation Method:

Rate

Approx. Tax Revenue from RE Taxes:	\$64,344,851
Amount of Tax Relief for Homestead Exclusions	<u>\$2,020,902</u>
Total Approx. Tax Revenue:	\$66,365,753
Approx. Tax Levy for Tax Rate Calculation:	\$68,542,334

Northampton

Total

2022-23 Data		
a. Assessed Value	\$1,138,371,600	\$1,138,371,600
b. Real Estate Mills	56.8000	
I. 2023-24 Data		
c. 2021 STEB Market Value	\$3,590,560,345	\$3,590,560,345
d. Assessed Value	\$1,151,461,100	\$1,151,461,100
e. Assessed Value of New Constr/ Renov	\$0	\$0
2022-23 Calculations		
f. 2022-23 Tax Levy	\$64,659,507	\$64,659,507
(a * b)		
2023-24 Calculations		
g. Percent of Total Market Value	100.00000%	100.00000%
h. Rebalanced 2022-23 Tax Levy	\$64,659,507	\$64,659,507
(f Total * g)		
i. Base Mills Subject to Index	56.8000	
(h / a * 1000) if no reassessment		
(h / (d-e) * 1000) if reassessment		
Calculation of Tax Rates and Levies Generated		
j. Weighted Avg. Collection Percentage	96.72800%	96.72800%
k. Tax Levy Needed	\$68,542,334	\$68,542,334
(Approx. Tax Levy * g)		
I. 2023-24 Real Estate Tax Rate	59.5264	
(k / d * 1000)		
III. m. Tax Levy Generated by Mills	\$68,542,334	\$68,542,334
(l / 1000 * d)		
n. Tax Levy minus Tax Relief for Homestead Exclusions		\$66,521,432
(m - Amount of Tax Relief for Homestead Exclusions)		
o. Net Tax Revenue Generated By Mills		\$64,344,851
(n * Est. Pct. Collection)		

Act 1 Index (current): 4.8%

Calculation Method:

Rate

Approx. Tax Revenue from RE Taxes: \$64,344,851

Amount of Tax Relief for Homestead Exclusions \$2,020,902

Total Approx. Tax Revenue: \$66,365,753

Approx. Tax Levy for Tax Rate Calculation: \$68,542,334

Northampton

Total

Index Maximums

p. Maximum Mills Based On Index (i * (1 + Index))	59.5264	
q. Mills In Excess of Index (if l > p), (l - p))	0.0000	
r. Maximum Tax Levy Based On Index (p / 1000 * d)	\$68,542,334	\$68,542,334
IV. s. Millage Rate within Index? (If l > p Then No)	Yes	
t. Tax Levy In Excess of Index (if (m > r), (m - r))	\$0	\$0
u. Tax Revenue In Excess of Index (t * Est. Pct. Collection)	\$0	\$0

Information Related to Property Tax Relief

V. Assessed Value Exclusion per Homestead	\$0.00	
Number of Homestead/Farmstead Properties		
Median Assessed Value of Homestead Properties		\$0

Act 1 Index (current): 4.8%

Calculation Method:	Rate
Approx. Tax Revenue from RE Taxes:	\$64,344,851
Amount of Tax Relief for Homestead Exclusions	<u>\$2,020,902</u>
Total Approx. Tax Revenue:	\$66,365,753
Approx. Tax Levy for Tax Rate Calculation:	\$68,542,334

Northampton	Total
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State Property Tax Reduction Allocation used for: Homestead Exclusions	\$2,020,902	Lowering RE Tax Rate	\$0	\$2,020,902
Prior Year State Property Tax Reduction Allocation used for: Homestead Exclusions	\$0			\$0
Amount of Tax Relief from State/Local Sources				\$2,020,902

CODE

6111 Current Real Estate Taxes

<u>County Name</u>	<u>Taxable Assessed Value</u>	<u>Real Estate Mills</u>	<u>Tax Levy Generated by Mills</u>	<u>Amount of Tax Relief for Homestead Exclusions</u>	<u>Tax Levy Minus Homestead Exclusions</u>	<u>Percent Collected</u>	<u>Net Tax Revenue Generated By Mills</u>
Northampton	1,151,461,100	59.5264	68,542,334			96.72800%	
Totals:	1,151,461,100		68,542,334	2,020,902	66,521,432	96.72800%	64,344,851

	<u>Rate</u>		<u>Estimated Revenue</u>
6120 <u>Current Per Capita Taxes, Section 679</u>	\$0.00		0
6140 <u>Current Act 511 Taxes-- Flat Rate Assessments</u>	<u>Rate</u>	<u>Add'l Rate (if appl.)</u>	<u>Tax Levy</u>
6141 Current Act 511 Per Capita Taxes	\$0.00	\$0.00	0
6142 Current Act 511 Occupation Taxes-- Flat Rate	\$0.00	\$0.00	0
6143 Current Act 511 Local Services Taxes	\$0.00	\$0.00	0
6144 Current Act 511 Trailer Taxes	\$0.00	\$0.00	0
6145 Current Act 511 Business Privilege Taxes-- Flat Rate	\$0.00	\$0.00	0
6146 Current Act 511 Mechanical Device Taxes-- Flat Rate	\$0.00	\$0.00	0
6149 Current Act 511 Taxes, Other Flat Rate Assessments	\$0.00	\$0.00	0

Total Current Act 511 Taxes-- Flat Rate Assessments 0 0

	<u>Rate</u>	<u>Add'l Rate (if appl.)</u>	<u>Tax Levy</u>	<u>Estimated Revenue</u>
6150 <u>Current Act 511 Taxes-- Proportional Assessments</u>				
6151 Current Act 511 Earned Income Taxes	0.700%	0.000%	10,160,687	10,160,687
6152 Current Act 511 Occupation Taxes	0.000	0.000	0	0
6153 Current Act 511 Real Estate Transfer Taxes	0.500%	0.000%	1,500,000	1,500,000
6154 Current Act 511 Amusement Taxes	0.000%	0.000%	0	0
6155 Current Act 511 Business Privilege Taxes	0.000	0.000	0	0
6156 Current Act 511 Mechanical Device Taxes-- Percentage	0.000%	0.000%	0	0
6157 Current Act 511 Mercantile Taxes	0.000	0.000	0	0
6159 Current Act 511 Taxes, Other Proportional Assessments	0	0	0	0

Total Current Act 511 Taxes-- Proportional Assessments 11,660,687 11,660,687

Total Act 511, Current Taxes 11,660,687

Act 511 Tax Limit -->	3,590,560,345 X	12	43,086,724
	Market Value	Mills	(511 Limit)

Tax Function	Description	Tax Rate Charged in:		Percent Change in Rate	Less than or equal to Index	Index	Additional Tax Rate Charged in:		Percent Change in Rate	Less than or equal to Index
		2022-23 (Rebalanced)	2023-24				2022-23 (Rebalanced)	2023-24		
6111	<u>Current Real Estate Taxes</u> Northampton	56.8000	59.5264	4.80%	Yes	4.8%				
	<u>Current Act 511 Taxes-- Proportional Assessments</u>									
6151	Current Act 511 Earned Income Taxes	0.700%	0.700%	0.00%	Yes	4.8%				
6153	Current Act 511 Real Estate Transfer Taxes	0.500%	0.500%	0.00%	Yes	4.8%				

Account Description	Amounts
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0810 Nonspendable Fund Balance	
0820 Restricted Fund Balance	
0830 Committed Fund Balance	
0840 Assigned Fund Balance	
0850 Unassigned Fund Balance	78,026,440

Total Ending Fund Balance - Committed, Assigned, and Unassigned	\$78,026,440
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5900 Budgetary Reserve

Total Estimated Ending Committed, Assigned, and Unassigned Fund Balance and Budgetary Reserve	\$78,026,440
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