PMA Securities part of:

PTMA FINANCIAL SOLUTIONS

ISD 2689
PIPESTONE AREA SCHOOLS

REFERENDUM DISCUSSION

July 27, 2026

Current Operating Referendum (Pay 2026 / FY 2027)

$474.26 per Pupil

X

1,210.60 Adjusted Pupil Units

=

$574,139.16

Current Referendum Revenue prior to adjustments for taxes payable in 2026 for Fiscal Year 2027

Current Total School Taxes

Pipestone Area School District

Estimated Pay 2026 Total School Taxes for Residential Homestead

Home Value = $175,000

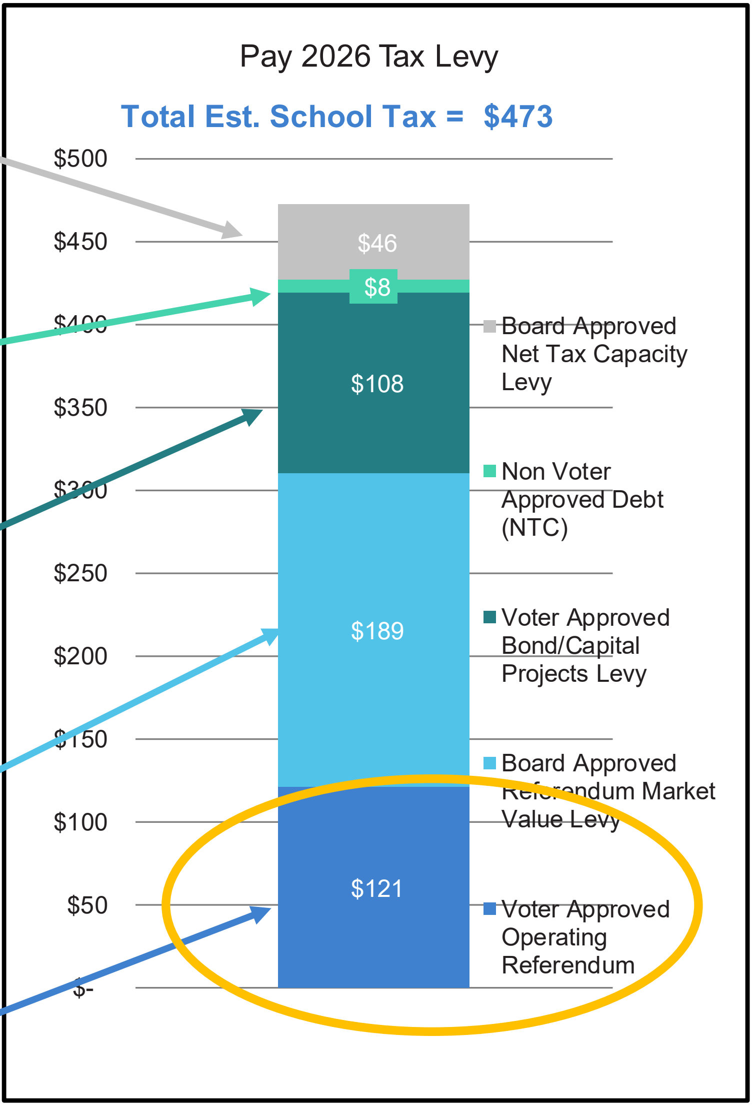
Categorical levies that are eligible for board approval. *Operating capital, LTFM, community ed, CTE, lease, and many others.*

Board approved debt

Voter approved bonds and capital projects levy.

Categorical levies that are eligible for board approval. *Local Optional, Equity, Transition*

Voter approved operating referendum levy.



Total School Taxes Comparison – Neighboring Districts

Categorical levies that are eligible for board approval. *Operating capital, LTFM, community ed, board approved bonds, CTE, lease, and many others.*

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Pay 2026 Tax Levies for Residential Homestead

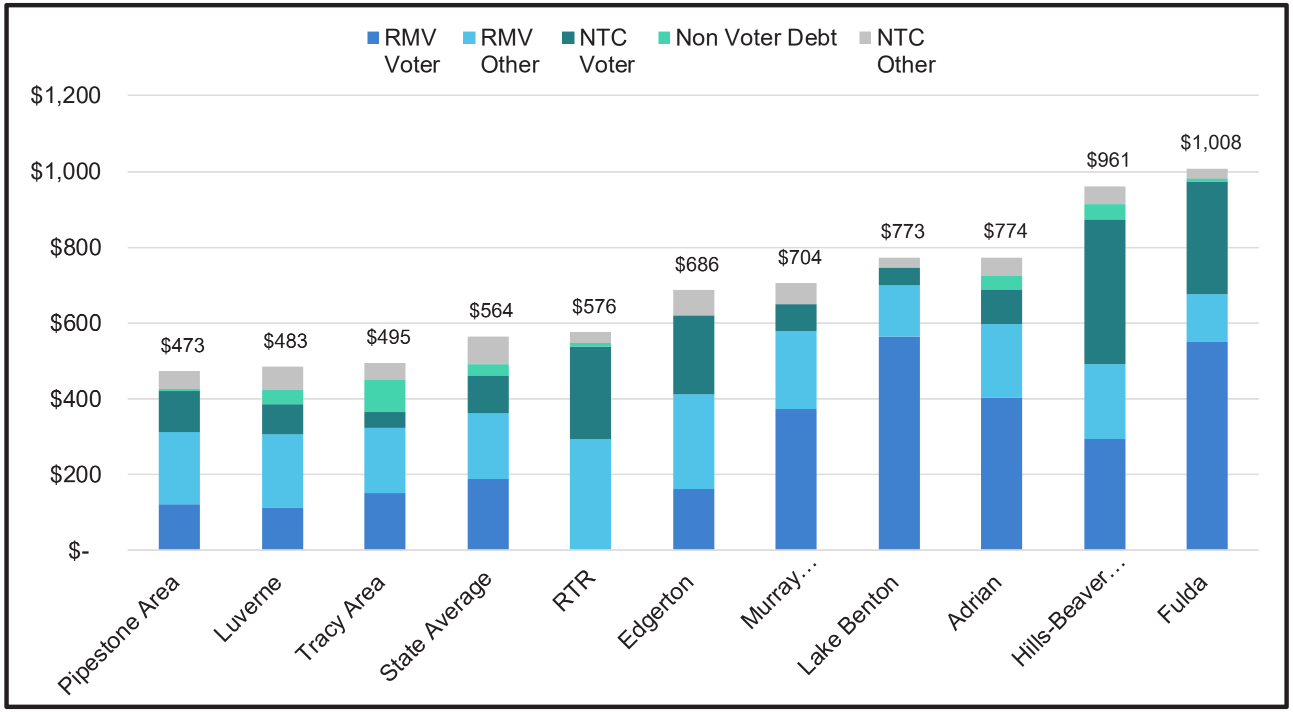

*Chart assumes a home value of $175,000.

Total School Taxes Comparison – Similar Sized Districts

Categorical levies that are eligible for board approval. *Operating capital, LTFM, community ed, board approved bonds, CTE, lease, and many others.*

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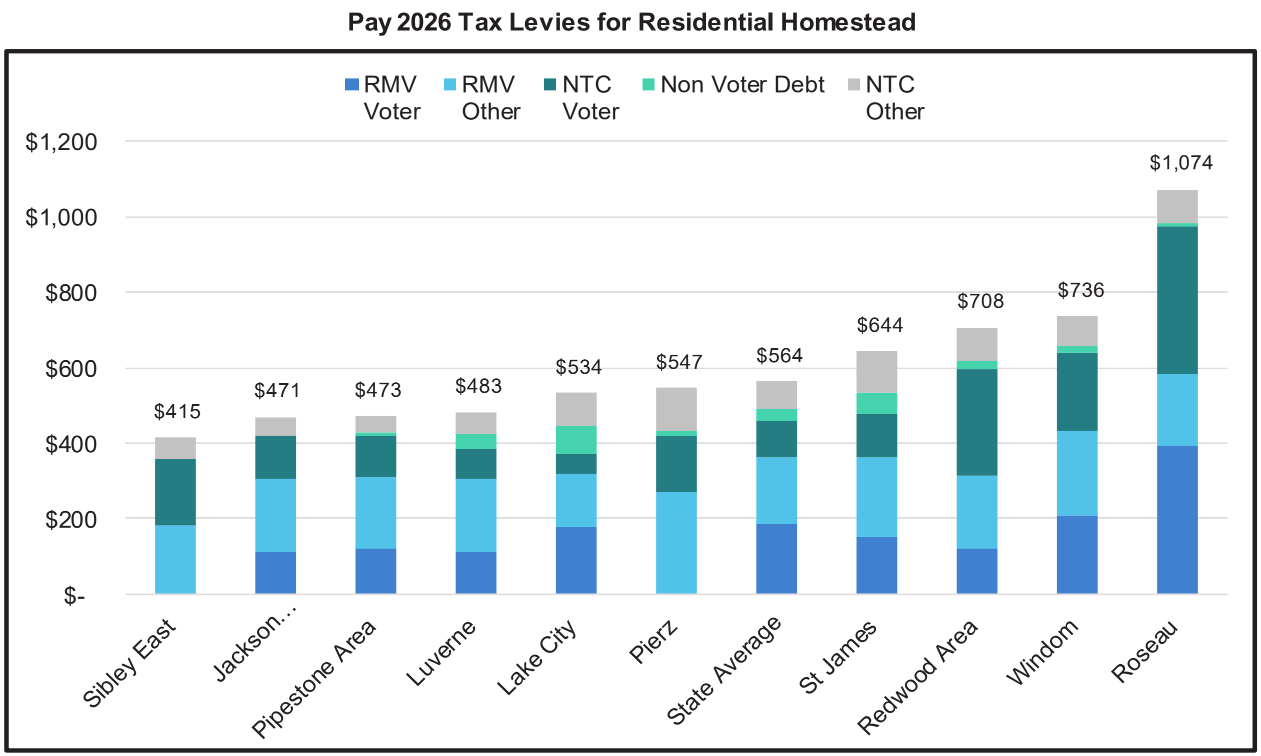


*Chart assumes a home value of $175,000.

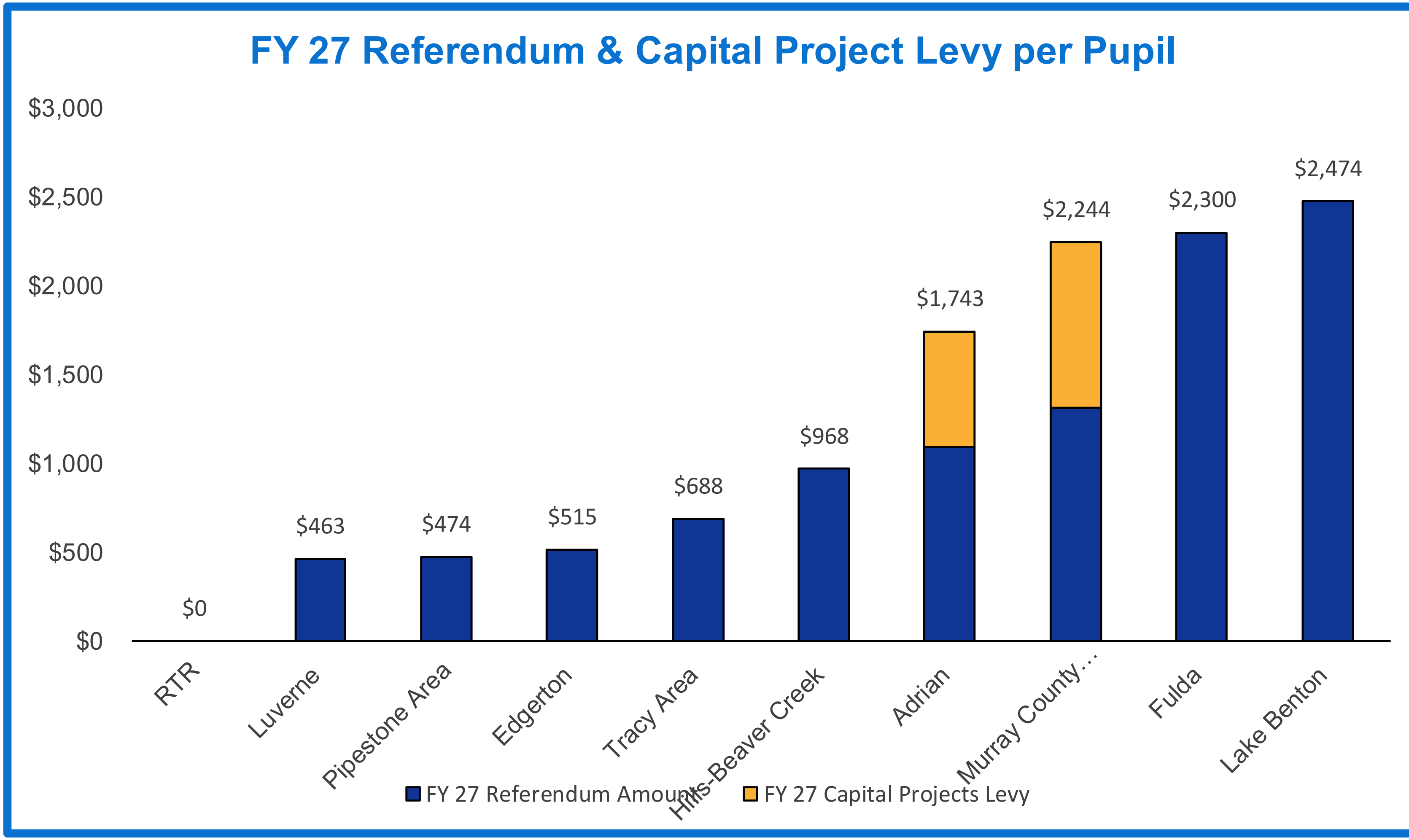
Board Renewal of Referendums

- Pipestone Area referendum expires after taxes payable in 2027 (FY 2028)
- Board can renew referendum anytime between July 1, 2025 and June 15, 2027
- New 10 years of renewed referendum begins FY 2029 through FY 2038

PTMA FINANCIAL SOLUTIONS

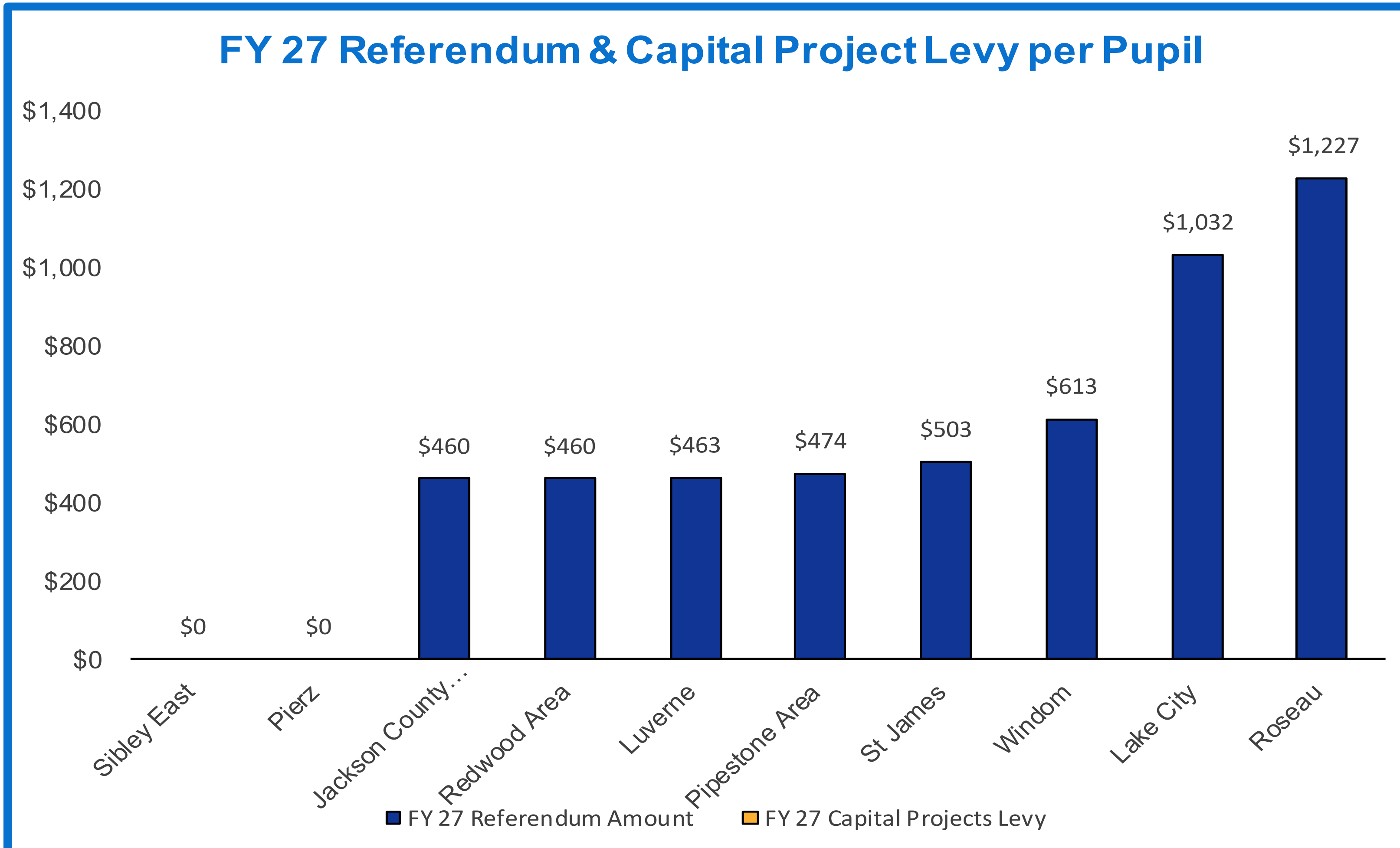
NEW OPERATING REFERENDUM

Operating Referendum & Capital Projects Levy Comparison FY 2027 – Neighboring Districts



Data sourced from Minnesota Department of Education

Operating Referendum & Capital Projects Levy Comparison FY 2027 – Similar Sized Districts



Data sourced from Minnesota Department of Education

Operating Referendum

ISD 2689, Pipestone Area Public Schools

Operating Referendum History

Year Held	Start Pay	Net $/Pupil Unit (PU)	# Years	Pass/ Fail	# Yes Votes	# No Votes
2000	2001	245.04	10	Fail	1,603	1,945
2001	2002	400.00	7	Pass	1,307	966
2006	2007	599.12	10	Fail	1,334	1,803
2007	2008	494.12	10	Pass	1,758	664
2007	2008	175.00	10	Pass	1,596	809
2014	2015	1,845.00	10	Fail	837	1,870
2015	2016	1,475.00	10	Fail	889	984
2017	2018	474.26	10	Pass	1,045	382
2017	2018	250.00	10	Fail	711	712

Source: Minnesota Department of Education

Statewide Election History

	Pass	Fail	Total	All ?s % Pass	Renewal % Pass	Increase % Pass
2016	24	10	34	71%	100%	50%
2017	51	11	62	82%	100%	74%
2018	26	15	41	63%	100%	55%
2019	41	12	53	77%	100%	72%
2020	20	20	40	50%	100%	26%
2021	42	17	59	71%	100%	61%
2022	26	17	43	60%	93%	45%
2023	12	19	31	39%	100%	34%
2024	12	20	32	38%	NA	38%
2025	31	13	44	70%	NA	70%
Total	285	154	439	65%	99%	58%

Results Since 1991

	Pass	Fail	Total	% Pass
Odd Years	1,083	407	1,490	72.7%
Presidential	259	225	484	53.5%
Other Even Years	311	256	567	54.9%

Source: Minnestota Department of Education Website

Tax Impact Table

	Scenario A	Scenario B	Scenario C
New Total Referendum	$1,500	$1,600	$1,700
Referendum Increase	$1,025.74	$1,125.74	$1,225.74
Revenue Increase*	**$1,186,633**	**$1,302,321**	**$1,418,009**
Change in Aid*	-$2,318	-$2,544	-$2,770
Equity Levy Change	-$52,810	-$57,956	-$63,102
Referendum Levy Change	**$1,241,761**	**$1,362,821**	**$1,483,881**
RMV (Pay 2026 + 2%)	710,915,520	710,915,520	710,915,520
Tax Rate Increase	0.174671%	0.191699%	0.208728%

Estimated Tax Impact - Based on Referendum Levy Changes Only

Referendum Market Value	Scenario A Annual	Scenario A Monthly	Scenario B Annual	Scenario B Monthly	Scenario C Annual	Scenario C Monthly
$50,000	$87	$7	$96	$8	$104	$9
$75,000	$131	$11	$144	$12	$157	$13
$100,000	$175	$15	$192	$16	$209	$17
$150,000	$262	$22	$288	$24	$313	$26
$175,000	$306	$25	$335	$28	$365	$30
$200,000	$349	$29	$383	$32	$417	$35
$250,000	$437	$36	$479	$40	$522	$43
$300,000	$524	$44	$575	$48	$626	$52
$400,000	$699	$58	$767	$64	$835	$70
$500,000	$873	$73	$958	$80	$1,044	$87

*Additional Revenue, Aid and Levy is based on changes to the operating referendum and equity revenues.

*Assumes APU of 1210.6

Levy Timelines

- For question in November 2026, tax levy begins with taxes payable in 2027

- New revenue realized by school district for FY 2028

Fund Balance Projections

	FY25 (Actual)	FY26	FY27	FY28	FY29
Total Fund Balances	$ 7,333,382	$ 6,333,382	$ 4,833,382	$ 3,333,382	$ 1,833,382
Total Expenditures	$ 17,403,476	$ 18,099,615	$ 18,823,600	$ 19,576,544	$ 20,359,605
Fund Balance %	42.14%	34.99%	25.68%	17.03%	9.00%
				FY28	**FY29**
Scenario A	$ 1,500	Additional Revenue		$ 1,186,633	$ 1,186,633
		Fund Balance		$ 4,520,015	$ 4,206,648
		Fund Balance %		**23.09%**	**20.66%**
Scenario B	$ 1,600	Additional Revenue		$ 1,302,321	$ 1,302,321
		Fund Balance		$ 4,635,703	$ 4,438,024
		Fund Balance %		**23.68%**	**21.80%**
Scenario C	$ 1,700	Additional Revenue		$ 1,418,009	$ 1,418,009
		Fund Balance		$ 4,751,391	$ 4,669,400
		Fund Balance %		**24.27%**	**22.93%**

Process/Timeline

Winter/Spring	Summer	August 11, 2026	November
Review financial information and scenarios to determine right path	Select best operating referendum question(s)	Final Date for board to call for election	Election Day

Contact Us

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Approved