October 25, November 1, 2011

NOTICE OF SPECIAL ELECTION
INDEPENDENT SCHOOL DISTRICT NO. 635
(MILROY)
STATE OF MINNESOTA

NOTICE IS HEREBY GIVEN that a special election has been called and will be held in and for Independent School District No. 635 (Milroy), State of Minnesota, on Tuesday, November 8, 2011, for the purpose of voting on the following question:

SCHOOL DISTRICT BALLOT QUESTION 1
REVOKING EXISTING REFERENDUM REVENUE
AUTHORIZATION; APPROVING NEW AUTHORIZATION

The board of Independent School District No. 635 (Milroy) has proposed to revoke the school district's existing referendum revenue authorization of $1,242 per pupil and to replace that authorization with a new authorization of $1,604.43 per pupil. The proposed new referendum revenue authorization would increase each year by the rate of inflation and be applicable for five years unless otherwise revoked or reduced as provided by law.

YES Shall the school district's existing referendum revenue authorization be revoked and the increase in the revenue proposed by the board of Independent School District No. 635 be approved?

NO **BY VOTING "YES" ON THIS BALLOT QUESTION, YOU ARE VOTING FOR A PROPERTY TAX INCREASE**.

Passage of this referendum will result in an increase in your property taxes.

The annual dollar increases for typical residential homesteads, apartments, commercial-industrial properties, and most other classes of property within the school district are as shown in the table below.

For agricultural property (both homestead and non-homestead), the taxes for the proposed referendum will be based on the value of the house, garage and surrounding one acre of land only. There will be no referendum taxes paid on the value of other agricultural lands and buildings. For seasonal residential recreational property (i.e. cabins), there will be no taxes paid for the proposed referendum.

Market Value	Pay 2012 Revoked Authority	Pay 2012 New Authority	Increase
$50,000	-$174	$244	$70
$75,000	-$261	$366	$105
$100,000	-$348	$488	$140
$125,000	-$435	$610	$175
$150,000	-$522	$732	$210
$175,000	-$609	$854	$245
$200,000	-$696	$976	$280
$225,000	-$783	$1,097	$314
$250,000	-$870	$1,219	$349
$275,000	-$956	$1,341	$385
$300,000	-$1,043	$1,463	$420
$350,000	-$1,217	$1,707	$490
$400,000	-$1,391	$1,951	$560
$450,000	-$1,565	$2,195	$630
$500,000	-$1,739	$2,439	$700
$600,000	-$2,087	$2,927	$840
$800,000	-$2,782	$3,902	$1,120

The combined polling place for this election and the precincts served by that combined polling place will be as follows:

COMBINED POLLING PLACE: Milroy Public School
Milroy, MN 56263-0010

This combined polling place serves all territory located in Independent School District No. 635; Redwood and Lyon Counties, Minnesota.

Any eligible voter residing in the school district may vote at said election at the combined polling place designated above for the precinct in which he or she resides. The polls for said election will be opened at 4:00 o'clock p.m. and will close at 8:00 o'clock p.m., on the date of said election.

A voter must be registered to vote to be eligible to vote in this election. An unregistered individual may register to vote at the combined polling place on election day.

Dated: August 23, 2011.

BY ORDER OF THE SCHOOL BOARD
/s/Misty Cowell
School District Clerk
Independent School District No.635
(Milroy)
State of Minnesota