



Tentative Tax Levy 2023

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Overview

- Terms
- Historical Information
- Estimated Extension



Levy vs. Extension

Levy-Request (ask) of funds by the district which will be filed with the county clerk prior to the last Tuesday in December

Extension-Actual amount calculated by the county clerk to be placed on the bills to be collected

*District will only receive what legally entitled to



Equalized Assessed Valuation (EAV)

The assessed value for tax purposes on a piece of property is $\frac{1}{3}$ of its fair cash value

*Home worth \$300,000, EAV=\$100,000



Property Tax Extension Limiting Law (PTELL)

Limits the increase in property tax extension to 5% or the increase in the “Consumer Price Index-All Urban Consumers” (CPI-U), whichever is less, plus new construction.

Current Consumer Price Index (CPI) 2022 is at 8.2%

Final CPI-U 2021 was 7.0%



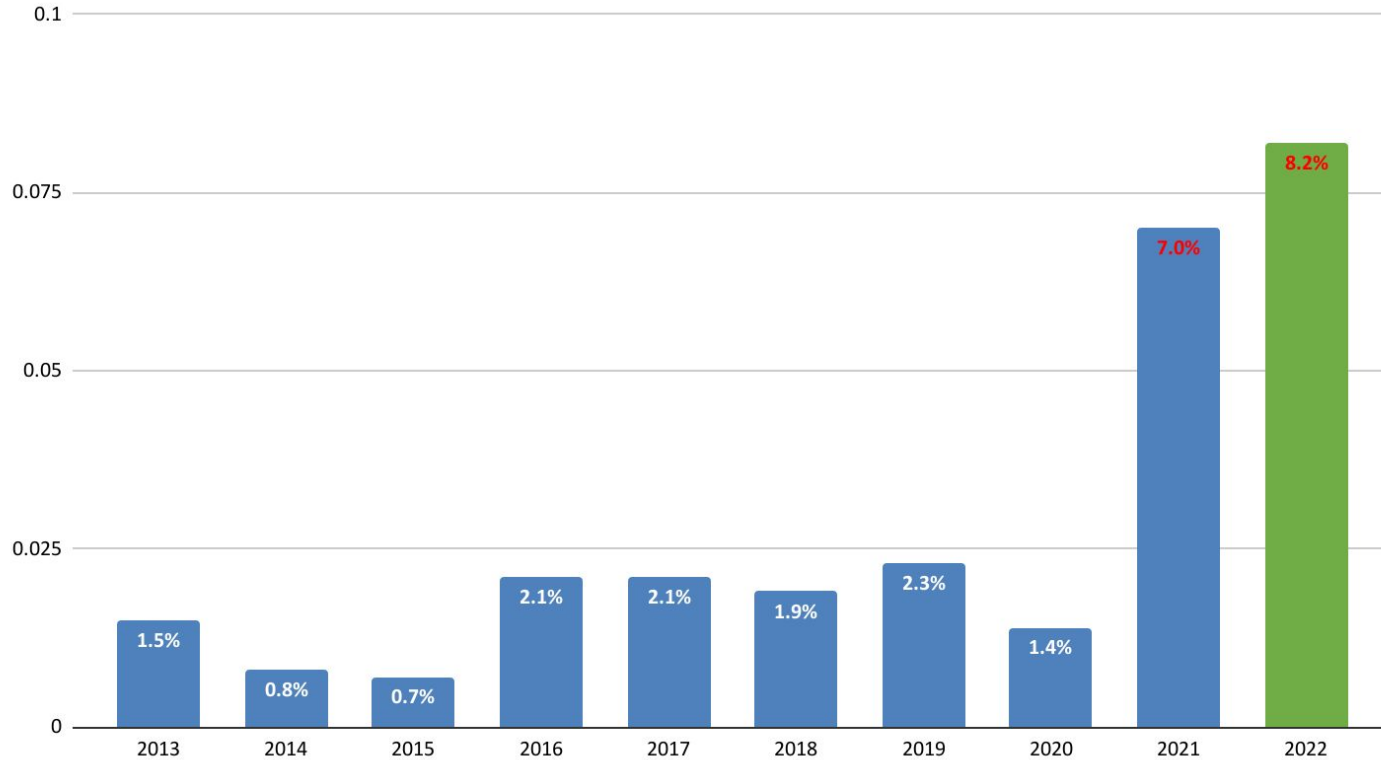
Tax Increment Financing (TIF)

Geographically targeted economic development capturing increase in property taxes, and sometimes other taxes, resulting from new development, and diverts that revenue to subsidize that development.

That diversion means local public services do not get the new revenue they would normally get from new re/development. TIF diverts and then often mortgages future tax revenue.

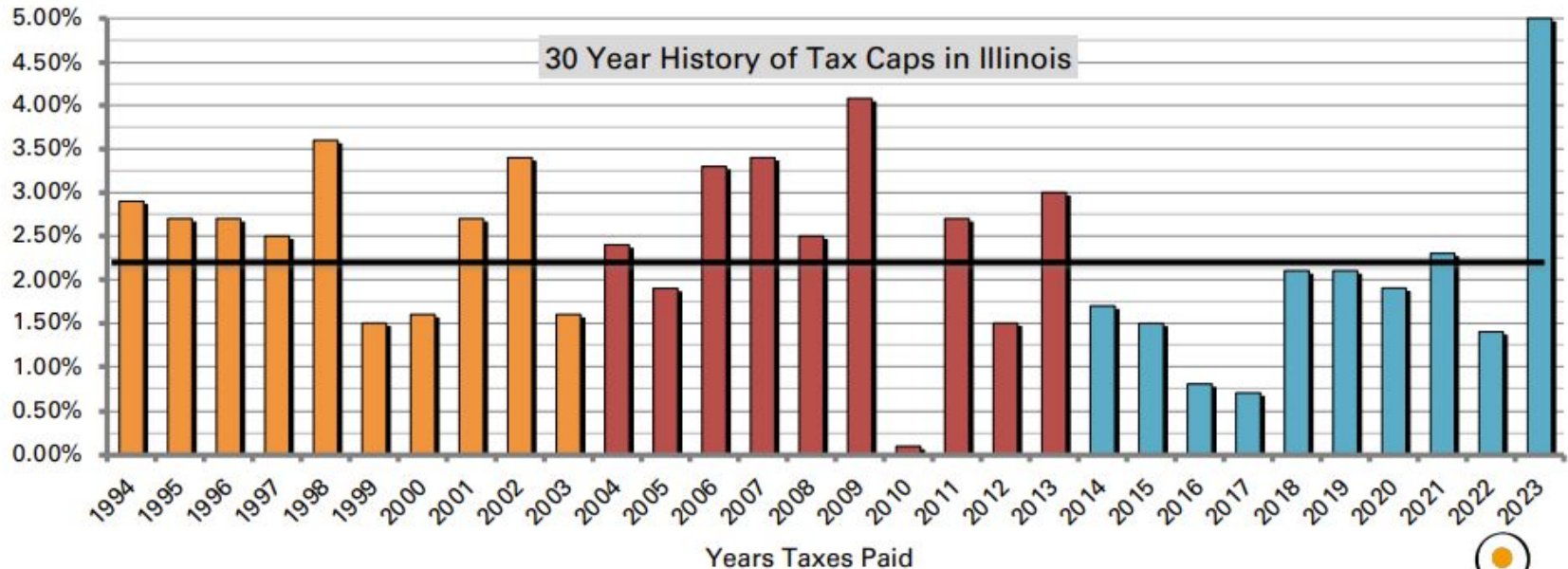


Historical Perspective - 10 Year CPI



History Of Tax Caps in IL

First 10-year period, CPI averaged 2.52% --- Second 10-year period, CPI average 2.49% ---
Third 10-year period CPI average 1.95%, even with 5% CPI for 2022 levy year.




Tax Levy

- Bloomingdale Twp. assessor estimates:
 - New Construction - \$1.15 Million
 - EAV - 6.03% Increase over Tax Year 2021
- Tentative Levy Request
 - 9% increase over Tax Year 2021 Extension
 - EAV and New Construction not known for certain until Spring of 2023
 - 1 TIF to dissolve this year

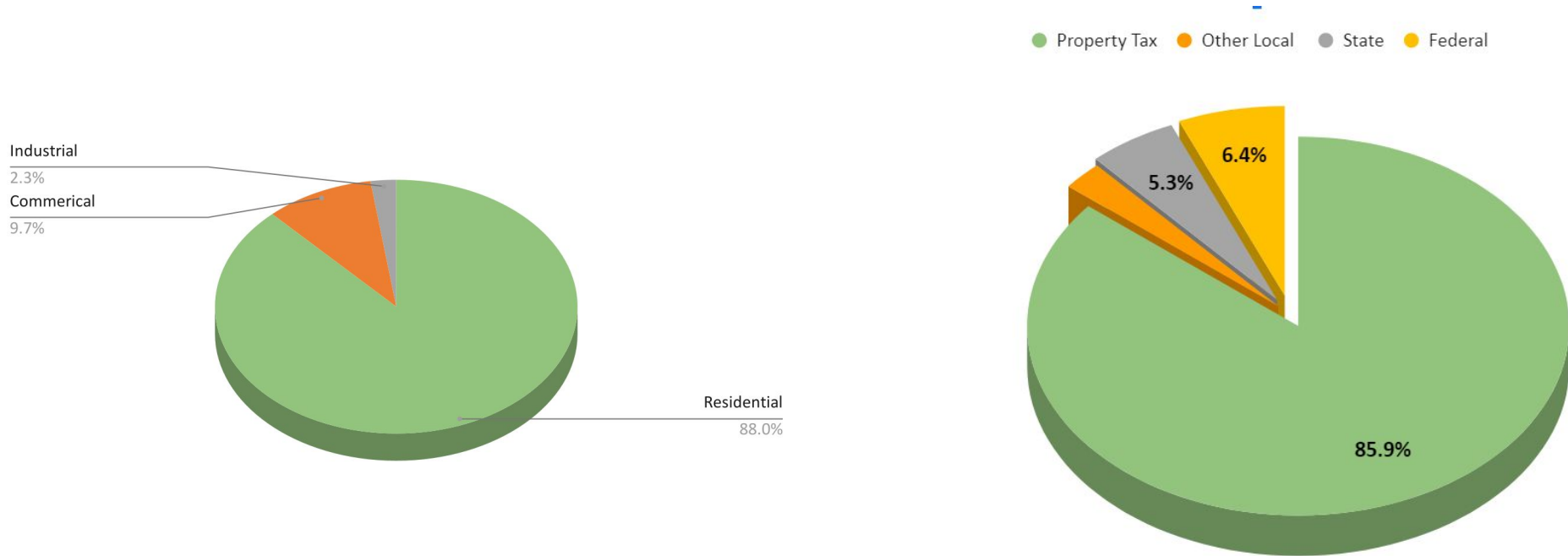


Why ask for 9%?

- Cover for the contingency that new construction is higher than projected
 - 1 TIF will dissolve this year (this is reflected as new property)
 - Current cost of goods and services are increasing by CPI (8.2%)
 - BOE cannot go back and ask for more
 - Revenues are lost permanently not only for this year but for several years
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Breakdown of Revenues - FY 2023 Budget

Real Estate Taxes Comprise Approximately 86% of District Revenues



Estimated Extension

Levy Year 2022											
Projected 2022 EAV	667,993,091										
Projected 2022 New Growth	4,530,465										
Limiting Rate	2.6099										
Consumer Price Index	5.00%										
					2022						
	Levy	County	Adjusted	Tax Ceiling	Est	Reduced	Projected	Prior Year	\$	%	
Funds:	Amount	Loss	Levy	Rate	Tax Rate	Levy	Extension	Extension	Increase	Increase	Final
									Revenue	Revenue	Tax Rate
Educational	15,550,000	0.00%	15,550,000	0.0000	2.4676	463,992	15,086,008	14,213,209	872,799	6.14%	2.0404
Operations & Maintenance	2,550,000	0.00%	2,550,000	0.5500	0.4047	76,089	2,473,911	2,309,850	164,061	7.10%	0.3390
Transportation	709,000	0.00%	709,000	0.0000	0.1125	21,156	687,844	681,318	6,526	0.96%	0.0942
Working Cash	202,000	0.00%	202,000	0.0500	0.0321	6,027	195,973	192,696	3,277	1.70%	0.0269
Illinois Municipal Retirement	300,000	0.00%	300,000	0.0000	0.0476	8,952	291,048	291,547	(498)	-0.17%	0.0399
Social Security	300,000	0.00%	300,000	0.0000	0.0476	8,952	291,048	291,547	(498)	-0.17%	0.0399
Fire Prevention & Safety	0	0.00%	0	0.1000	0	0	0	0	0	0.00%	0.0000
Tort Immunity	50,000	0.00%	50,000	0.0000	0.0079	1,492	48,508	50,677	(2,168)	-4.28%	0.0066
Special Education	173,000	0.00%	173,000	0.4000	0.0275	5,162	167,838	163,291	4,547	2.78%	0.0230
Technology Leasing	0	0.00%	0	0.1000	0	0	0	0	0	0.00%	0.0000
Total Capped Funds	19,834,000		19,834,000	n/a	3.1475	591,821	19,242,179	18,194,134	1,048,045	5.76%	2.6099

Questions?

