



**LAKE BLUFF
SCHOOLS**
DISTRICT 65

2024 Truth in Taxation Hearing

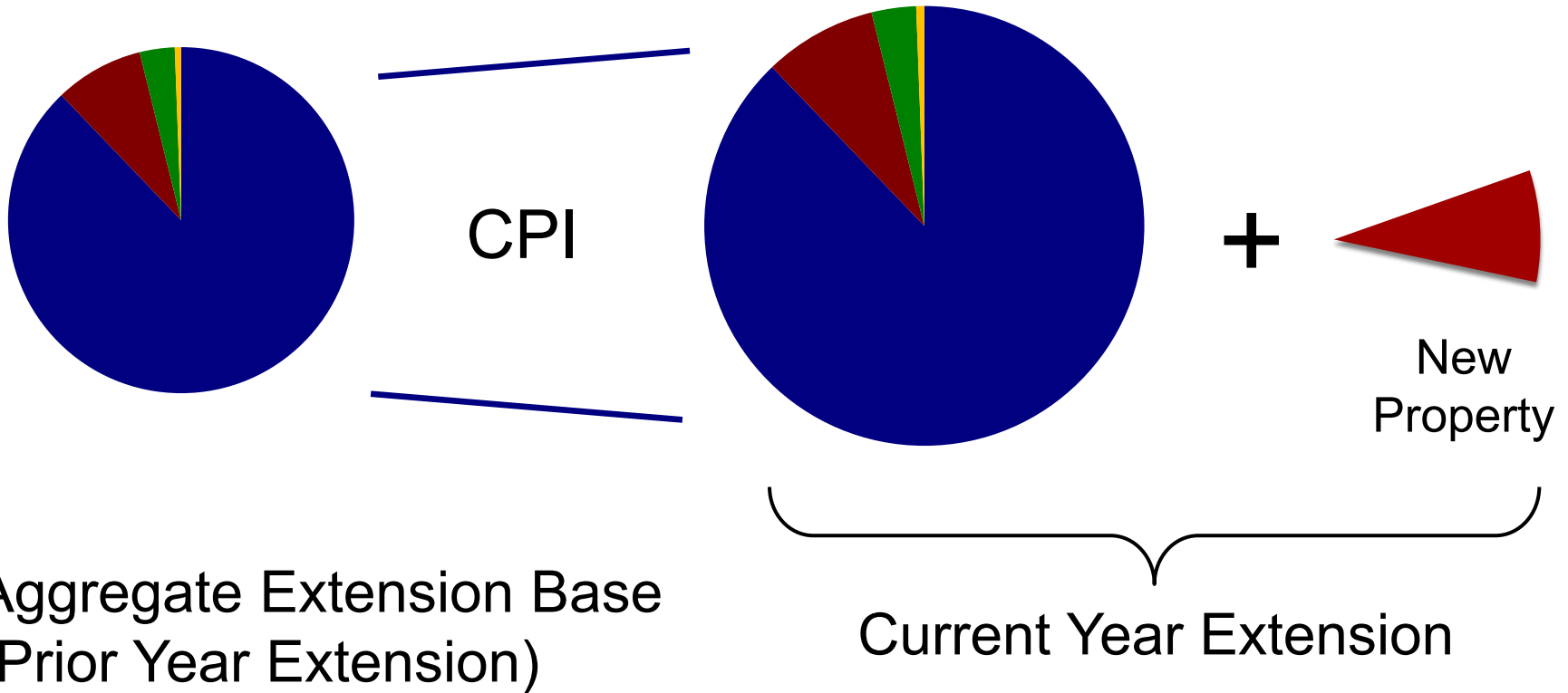
December 17, 2024

Jay Kahn, Director of Finance & Operations/CSBO

Agenda

- Tax Levy Parameters
- 5-year projections
- 2024 Tentative Tax Levy Recommendation

PTELL calculation



PTELL limited funds only. CPI is capped at 5%

2024 Tax Levy Parameters

- December 2023 CPI was 3.4%
 - Prior year CPI change in December 2022 was 6.5% (capped at 5%)
- *Existing* Property Equalized Assessed Value (EAV) is estimated to change by +10.3%
 - Prior Year was 6.1%

Equalization Factors

Township	Adjusted Median 2021	2022	2023	3 Year Average Level of Assessment	2023 Final Multiplier	2024 Tentative Multiplier
Antioch	32.55	29.08	27.73	29.79	1.0215	1.1168
Avon	32.96	29.19	28.18	30.11	1.0018	1.0896
Benton	33.03	29.42	29.09	30.02	1.0215	1.0359
Cuba	32.73	29.98	29.09	30.6	1.0040	1.0550
Ela	33.15	29.8	30.73	31.23	1.0197	1.0276
Fremont	33.12	29.44	27.51	30.02	1.0019	1.0914
Grant	32.75	29.16	26.42	29.44	0.9906	1.0615
Lake Villa	32.25	29.34	26.91	29.5	1.0196	1.1318
Libertyville	33.52	30.06	28.36	30.65	1.0404	1.0842
Moraine	32.49	28.84	28.68	30	0.9710	1.1094
Newport	32.53	29.77	28.16	30.15	1.0117	1.0296
Shields	32.94	29.27	27.72	29.98	1.0092	1.0848
Vernon	33.43	29.77	29.67	30.96	1.0039	1.0598
Warren	32.81	29.66	27.71	30.06	1.0000	1.0771
Wauconda	32.62	29.09	27.41	29.71	1.0718	1.0940
Waukegan	32	29.75	27.77	29.84	1.0000	1.0154
West Deerfield	32.85	29.49	31.23	31.19	0.9902	1.0420
Zion	32.4	28.74	26.95	29.36	1.0139	1.1216

2024 Tax Levy Parameters

- 2024 New Property estimate = \$1.7 million
- Historical new property in millions
 - 2023 - \$1.7
 - 2022 - \$2.2
 - 2021 - \$2.3
 - 2020 - \$3.2
 - 2019 - \$3.7
 - 2018 - \$2.6
 - 2017 - \$3.1
 - 2016 - \$7.9
 - 2015 - \$3.4
 - 2014 - \$2.5

5 yr Projection Assumptions

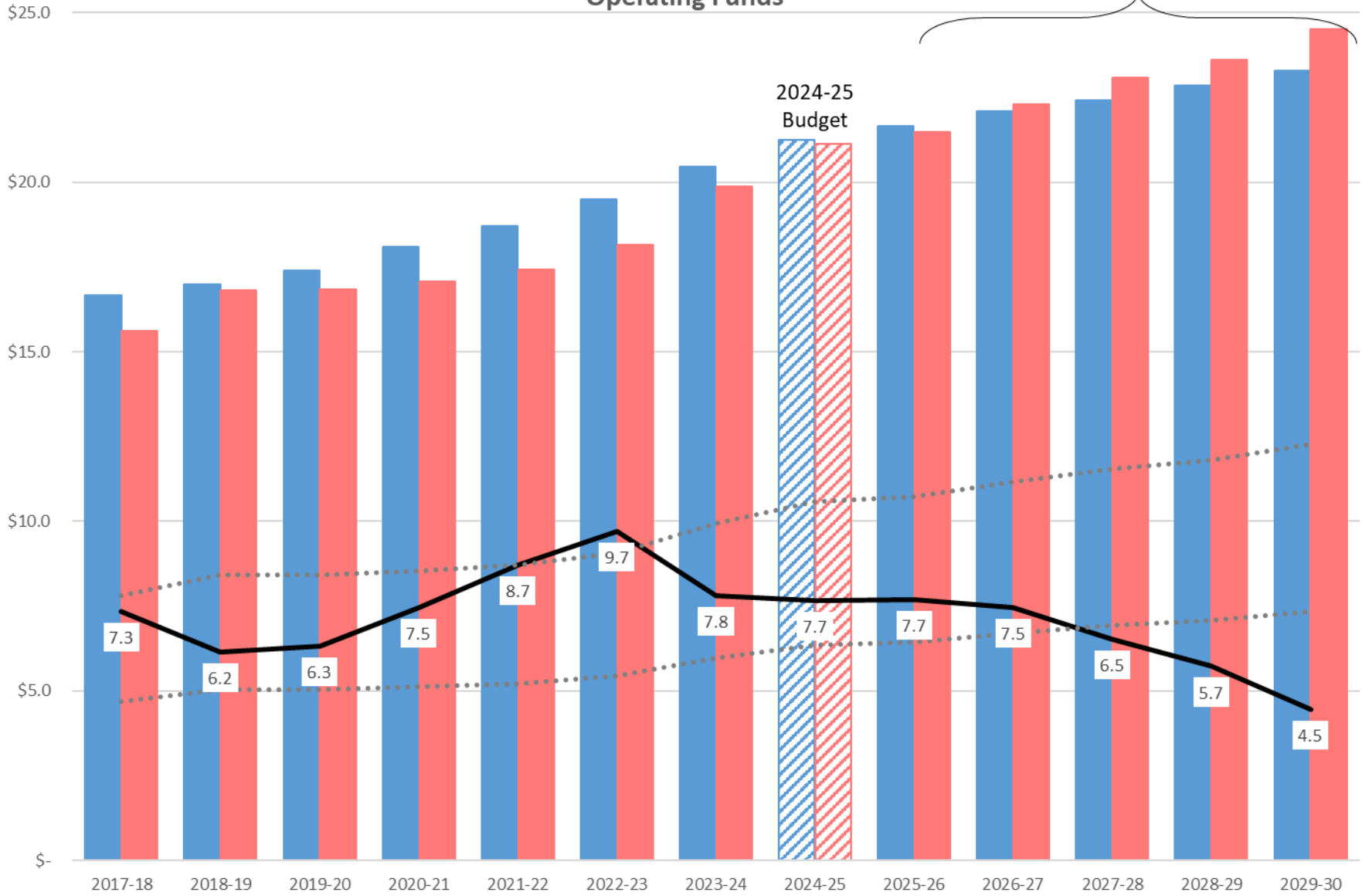
- Levy up to PTELL Cap
- Projected cost of new CBA
- Additional FTE for release time/enrichment
- Moderating inflation and interest rates
- Health insurance increases at historical average
- Rebid significant purchased services contracts
- Maintenance level of capital expenditures (after known projects)

- Risks
 - Continued Wage Pressure
 - Major Legislative changes

Lake Bluff 65 Five Year Projections Operating Funds

(millions)

5 year projections



■ Total Revenue
 ■ Total Expenditures
 — Ending Fund Balance
 50% of Operating Exp
 30% of Operating Exp

Cash Reserve Balance

June 30, 2024

Cash/Inv
Balance

Education	\$ 13,989,617
O&M	\$ 1,589,824
Transportation	\$ 708,909
IMRF/SS	\$ 467,815
Working Cash	\$ 969,869
Operating Funds	\$ 17,726,034
Debt Service	\$ 1,612,841
Capital Projects	\$ 416,089
Non-Operating Funds	\$ 2,028,930
Total	\$ 19,754,964

Expenditure to Fund Balance Ratio

School District: Lake Bluff ESD 65
 RCDT: 34-049-0650-02

Most Recent AFR Fiscal Year: 2024

2.5 Yrs Annual Average Expenditures to Combined Cash Reserve Balance

Data from District's Annual Financial Reports

Direct Disbursements / Expenditures	FY2022	FY2023	FY2024	Total Expenditures	Average Annual Expenditures	Cash Reserve Balances FY2024
Educational Fund (10)	14,745,421	15,270,787	16,551,001	46,567,209	15,522,403.00	13,989,617
Operations & Maintenance Fund (20)	1,566,291	1,716,005	1,955,233	5,237,529	1,745,843.00	1,589,824
Transportation Fund (40)	642,250	694,184	865,266	2,201,700	733,900.00	708,909
Operational Balance - June 2024	16,953,962	17,680,976	19,371,500	54,006,438	18,002,146.00	16,288,350

Must be < 2.5

Cash Reserve Balance to Expenditures Ratio: **0.905**

Determination: **No action needed**



2024 Levy Recommendation

Levy increase at PTELL cap (3.4%)

2024 Levy Recommendation

	Prior Year Actual	Current Year Recommendation	%Δ
	<u>2023</u>	<u>2024</u>	
Δ PTELL CPI	5.0%	3.4%	
EAV (millions)	\$ 723.1	\$ 799.5	
Δ EAV (net)	+6.3%	+10.6%	
New Property	\$ 1,681,037	\$ 1,746,451	
Operating Tax Extension (existing)		\$ 18,945,422	3.4%
Impact of New Property		\$ 41,476	0.2%
New Property “cushion” and rounding		\$ 17,102	0.1%
Total Operating Tax Levy	\$ 18,332,458	\$ 19,004,000	3.7%
Operating Tax Rate	2.534	2.377	- 6.2%
Debt Service Tax Extension	\$ 2,265,377	\$ 2,271,780	+0.3%
Total Tax Extension	\$ 20,586,836	\$ 21,275,780	+3.3%
Total Tax Rate	2.847	2.658	- 6.6%