

DRAFT LEVY



2024 TAX YEAR LEVY

Received in 2025

Geneva CUSD No. 304

Board of Education

October 28, 2024



TAX LEVY COMPONENTS

- EAV = Equalized Assessed Valuation
- New Property/Construction
- PTELL = Property Tax Extension Limitation Law
- CPI-U = Consumer Price Index-Urban
- Tax Rates/Max Rates
- Total Extension
- Revenue Recapture
- Truth in Taxation



WHAT IS EAV?

Equalized Assessed Valuation

- EAV is the property valuation after the county and state equalization calculations are performed

Why is EAV Important?

- Any growth in EAV must be captured to ensure the financial health of the District. The total EAV is multiplied by the approved tax rate (per \$100 EAV) to arrive at the extension



RATE SETTING EAV

| LEVY YEAR | RATE SETTING EAV | CHANGE OVER PRIOR YEAR |
|-----------------|------------------|------------------------|
| 2014 | 1,252,189,532 | 0.84% |
| 2015 | 1,287,126,861 | 2.79% |
| 2016 | 1,372,098,427 | 6.60% |
| 2017 | 1,412,954,679 | 2.98% |
| 2018 | 1,465,367,175 | 3.71% |
| 2019 | 1,490,307,661 | 1.70% |
| 2020 | 1,519,169,187 | 1.94% |
| 2021 | 1,561,979,224 | 2.82% |
| 2022 | 1,631,692,562 | 5.46% |
| 2023 | 1,747,151,691 | 7.01% |
| 2024 *Estimated | 1,968,298,550 | 12.70% |



NEW PROPERTY/CONSTRUCTION

- New improvements or additions to existing improvements that increase the assessed value of that real property
- The date for determining fair market value is January 1st
- Commercial \$ 0
- Farm \$ 0
- Industrial \$6,627,095
- Residential \$4,706,660
- Total \$11,334,355
- New Construction and Property Improvements are exempt for the tax cap for the first year

2023 New Construction was \$16,758,743



PROPERTY TAX EXTENSION LIMITATION LAW – PTELL

- The Property Tax Extension Limitation Law (PTELL) became effective in 1991
 - PTELL is designed to limit the increases in property tax extensions (total taxes billed) for taxing districts
 - Commonly called the “Tax Cap” the use of this phrase can be misleading. PTELL does not cap an individual’s property tax bill or property assessment
 - PTELL allows a taxing district to receive a limited inflationary increase in tax extensions on property



WHAT IS THE LIMITATION?

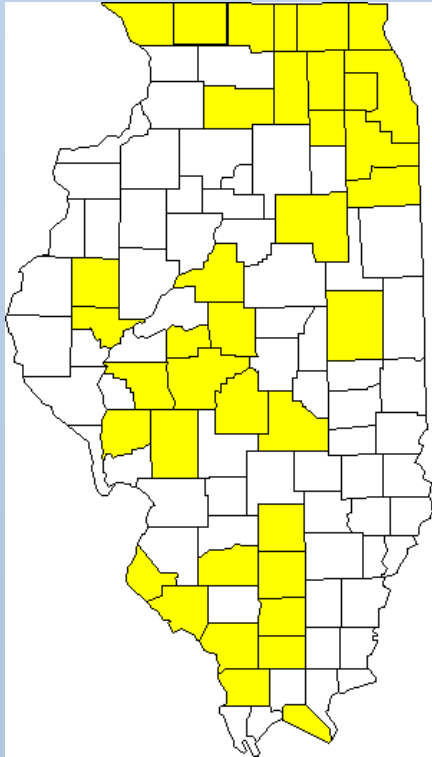
- Increases in property tax extension for the existing property are limited to the lesser of 5 percent or the increase in the Consumer Price Index for Urban (CPI-U) for the year preceding the levy year
- This limitation does not apply to new property (construction), which allows taxing bodies to recoup their “fair share” of tax revenue for that property
- There has been limited CPI-U of 5 percent since the inception of PTELL



CONSUMER PRICE INDEX FOR PTELL

| LEVY YEAR | PTELL CAP |
|------------------|------------------|
| 2013 | 1.50% |
| 2014 | 0.80% |
| 2015 | 0.70% |
| 2016 | 2.10% |
| 2017 | 2.10% |
| 2018 | 1.90% |
| 2019 | 2.30% |
| 2020 | 1.40% |
| 2021 | 7.00% |
| 2022 | 6.50% |
| 2023 | 3.40% |

TAX CAPPED DISTRICT AND COUNTIES



- 39 Tax Capped Counties
- 102 Tax Capped Districts





FUNDS SUBJECT TO PTELL

- Capped Funds
 - Education, Special Education, Operation & Maintenance, Transportation, Social Security, IMRF, Fire Prevention and Safety

- Not Capped Funds
 - Bonds and Interest, Working Cash Bonds, Revenue Recapture

CALCULATING THE LIMITING RATE



The limiting rate is the calculated total allowable tax rate. This rate is used to calculate the total tax extension:

$$\text{Limiting Rate} = \frac{\text{Prior Year Extension} \times (1 + \text{Lessor of } 5\% \text{ or CPI-U})}{\text{Total EAV} - \text{New Property (construction)}}$$

Notes:

- The Limiting Rate is based on the prior year extension
- New Property (construction) is outside the tax cap
- Debt Service payments are outside the tax cap

LIMITING RATE HISTORY-TAX YEAR



| YEAR | TOTAL RATE | CAPPED | NON-CAPPED |
|-------------|-------------------|---------------|-------------------|
| 2013 | 6.445 | 5.184 | 1.260 |
| 2014 | 6.580 | 5.265 | 1.314 |
| 2015 | 6.470 | 5.217 | 1.252 |
| 2016 | 6.075 | 4.978 | 1.096 |
| 2017 | 6.038 | 4.982 | 1.056 |
| 2018 | 5.968 | 4.950 | 1.018 |
| 2019 | 5.994 | 4.991 | 1.002 |
| 2020 | 6.017 | 5.040 | 0.977 |
| 2021 | 5.976 | 5.019 | 0.957 |
| 2022 | 5.911 | 4.993 | 0.918 |
| 2023 | 5.824 | 4.943 | 0.880 |



2024 Tax Year Levy Assumptions for 2025 Tax Receipts

- CPI-U = 3.4% (December 2023)
- PTELL Cap = 5.0%
- Estimated EAV = \$1,968,298,550
- EAV Increase Over Prior Year = 12.7%
- New Construction = \$11,334,355
- Capped Levy at 4.41%
- Bond and Interest to decrease -1.54%
- Estimated Tax Receipts = \$104,872,193
- Tax Receipts over prior year \$3,114,934

ESTIMATED 2025 Tax Receipts

| 2024 LEVY CALCULATION PAGE | | Original Assumptions | | | | Legend | | |
|----------------------------|--|----------------------------|---|--|--|--|-------------------|--|
| | | Consumer Price Index | 3.40% | | <div style="border: 1px solid black; padding: 2px; margin-bottom: 2px; background-color: #d9ead3;">District Assumptions & Data Entry</div> <div style="border: 1px solid black; padding: 2px; margin-bottom: 2px; background-color: #d9ead3;">Calculated Values</div> <div style="border: 1px solid black; padding: 2px; background-color: #d9ead3;">Review Needed</div> | | | |
| | | Actual Total EAV for 2023 | \$1,747,151,691 | | | | | |
| | | | | | | | | |
| Limiting Rate: | Prior Year Extension x (1+Lesser of 5% or Cited Existing EAV % change for 2024 (Total EAV - New Property) Estimated Existing EAV Value for 2024 | | 12.42% | | | | | |
| | | | \$1,964,119,977 | | | | | |
| | | | Estimated New Property for 2024 | | \$11,334,355 | | | |
| Limiting Rate | 4.5473 | | | | | | | |
| Estimated Capped Extension | \$89,829,853.04 | | | Estimated Total EAV for 2024 | | \$1,975,454,332 <i>Includes New Property</i> | | |
| | | | Estimated Total EAV % change for 2024 | | 13.07% <i>Includes New Property</i> | | | |
| | Prior Year Extension | Statutory Maximum Tax Rate | Individual Fund Estimated Maximum Extension | Weighted Extension Based on Prior Year Extension | Levy Amount \$ | Levy Increase % | Final Levy Amount | Does Levy Amount Exceed Estimated Maximum Extension? |
| Educational | \$61,012,563.75 | 0.00 | \$0.00 | \$63,451,047.27 | \$63,639,583 | | \$63,639,583.00 | |
| Operations & Maintenance | \$12,964,232.45 | 0.75 | \$14,815,907.49 | \$13,482,372.73 | \$13,522,000 | | \$13,522,000.00 | |
| Transportation | \$2,493,133.05 | 0.00 | \$0.00 | \$2,592,775.87 | \$2,600,479 | | \$2,600,479.00 | |
| Working Cash | \$0.00 | 0.05 | \$987,727.17 | \$0.00 | \$0 | | \$0.00 | |
| Municipal Retirement | \$1,548,727.67 | | | \$1,610,625.53 | \$1,615,411 | | \$1,615,411.00 | |
| Social Security | \$1,876,825.29 | | | \$1,951,836.19 | \$1,957,635 | | \$1,957,635.00 | |
| Fire Prevention & Safety * | \$0.00 | 0.10 | \$1,975,454.33 | \$0.00 | \$0 | | \$0.00 | |
| Tort Immunity | \$0.00 | | | \$0.00 | \$0 | | \$0.00 | |
| Special Education | \$6,482,124.96 | 0.80 | \$15,803,634.65 | \$6,741,195.45 | \$6,850,000 | | \$6,850,000.00 | |
| Leasing | \$0.00 | 0.00 | \$0.00 | \$0.00 | \$0 | | \$0.00 | |
| | \$0.00 | 0.00 | \$0.00 | \$0.00 | \$0 | | \$0.00 | |
| Capped Extension | \$86,377,607.17 | | \$33,582,723.64 | \$89,829,853.04 | | Capped Levy | \$90,185,108.00 | 4.41% NO |
| | | | | Levy Amount Above Estimated Extension | | \$355,254.96 | | |
| SEDOL IMRF Extension | \$0.00 | | Estimated SEDOL IMRF Levy | | \$0.00 | SEDOL IMRF Levy | \$0.00 | |
| | | | <i>(Lake County Only, Included in Truth in Taxation Calculation)</i> | | | | | |
| Bond & Interest Extension | \$14,917,111.25 | | Estimated Bond and Interest Levy | | \$14,687,085.00 | Bond & Int. Levy | \$14,687,085.00 | -1.54% |
| | | | <i>(County Clerk Levies Bond & Interest for the District. Verify Records with County Clerk)</i> | | | | | |
| Total Extension | \$101,294,718.42 | | | Total Levy | | \$104,872,193.00 | | 3.53% |



CERTIFICATE OF TAX LEVY

ILLINOIS STATE BOARD OF EDUCATION

Original:

| |
|---|
| X |
| |

School Business and Support Services Division

Amended:

(217) 785-8779

CERTIFICATE OF TAX LEVY

A copy of this Certificate of Tax Levy shall be filed with the County Clerk of each county in which the school district is located on or before the last Tuesday of December.

| | | |
|---|---|---|
| District Name <p style="text-align: center;">Geneva CUSD</p> | District Number <p style="text-align: center;">304</p> | County <p style="text-align: center;">Kane</p> |
|---|---|---|

Amount of Levy

| | | | |
|--------------------------|----------------------|----------------------------|-----------------------------|
| Educational | \$ <u>63,639,583</u> | Fire Prevention & Safety * | \$ <u>0</u> |
| Operations & Maintenance | \$ <u>13,522,000</u> | Tort Immunity | \$ <u>0</u> |
| Transportation | \$ <u>2,600,479</u> | Special Education | \$ <u>6,850,000</u> |
| Working Cash | \$ <u>0</u> | Leasing | \$ <u>0</u> |
| Municipal Retirement | \$ <u>1,615,411</u> | Other | \$ <u>0</u> |
| Social Security | \$ <u>1,957,635</u> | Total Levy | \$ <u>90,185,108</u> |

* Includes Fire Prevention, Safety, Energy Conservation, Disabled Accessibility, School Security, and Specified Repair Purposes.

See explanation on reverse side.

Note: Any district proposing to adopt a levy must comply with the provisions set forth in the Truth in Taxation Law.

We hereby certify that we require:

the sum of 63,639,583 dollars to be levied as a special tax for educational purposes; and

the sum of 13,522,000 dollars to be levied as a special tax for operations and maintenance purposes; and

the sum of 2,600,479 dollars to be levied as a special tax for transportation purposes; and

the sum of 0 dollars to be levied as a special tax for a working cash fund; and

the sum of 1,615,411 dollars to be levied as a special tax for municipal retirement purposes; and

the sum of 1,957,635 dollars to be levied as a special tax for social security purposes; and

the sum of 0 dollars to be levied as a special tax for fire prevention, safety, energy conservation, disabled accessibility, school security and specified repair purposes; and

the sum of 0 dollars to be levied as a special tax for tort immunity purposes; and

the sum of 6,850,000 dollars to be levied as a special tax for special education purposes; and

the sum of 0 dollars to be levied as a special tax for leasing of educational facilities or computer technology or both, and temporary relocation expense purposes; and

the sum of 0 dollars to be levied as a special tax for _____; and

the sum of 0 dollars to be levied as a special tax for _____

on the taxable property of our school district for the year 2024



TRUTH IN TAXATION HEARING

- Provides Published Notice
- Allows members of the public to provide testimony
- Provides the Board of Education an opportunity to hear and provide input
- Requires the cash reserve balance of all funds be stated during the levy hearing presentation

PUBLIC ACT 102-0895 DISCLOSURE CASH RESERVE BALANCE



- In compliance with Public Act 102-0895, and 105 ILCS 5/17-1.3, the District discloses the following cash reserve balances as of 9/30/2024:

| Fund | Fund Type | Amount |
|-----------|-------------------------------------|----------------|
| 10 | Education | 50,351,769 |
| 20 | Operations & Maintenance | 12,930,994 |
| 30 | Debt Service | 13,819,291 |
| 40 | Transportation | 8,202,595 |
| 50 | Municipal Retirement | 4,114,491 |
| 60 | Capital Projects | (3,677,114) |
| 70 | Working Cash | 16,219,394 |
| 80 | Tort Immunity | 33,016 |
| <u>90</u> | <u>Fire Prevention & Safety</u> | <u>864,387</u> |
| | Total Funds 10 to 90 | 102,858,822 |



NEXT STEPS

Notice of Public Hearing to Adopt the Levy for Tax Year 2024

- December 16, 2024
- Hold a Public Hearing Levy Hearing

Approve the following:

- Truth in Taxation Compliance Resolution
- Certificate of Tax Levy
- Tax Levy Resolution