



2019 Proposed Tax Levy

Dec. '19
June '20
Sept. '20

December 9, 2019



PROCESS REQUIREMENTS

ESTIMATE

Board of Education must **"ESTIMATE"** the levy 20 days prior to adopting the levy. This can be done through the approval of a levy projection or Tentative Levy. This process establishes whether additional **"Truth in Taxation"** requirements must be followed.

TRUTH in TAXATION

Illinois statute states that taxing bodies are required to follow its Truth in Taxation requirements when passing a levy. The statute dictates that a district is required to publish notice of an anticipated increase of more than 5% and to hold a public hearing prior to the adoption of the final levy.

APPROVAL

All Illinois Tax Levies must be adopted and filed with the county clerk by the last Tuesday in December.

**PROPERTY
TAX EXTENSION
LIMITATION
LAW**

“TAX CAP”

**TOTAL
Prior
Year
Taxes**



**TOTAL
Current
Year
Taxes**

(Lower of CPI or 5%)



2019 TAX LEVY (Anticipated)

2019 LEVY CALCULATION PAGE

Limiting Rate: $\frac{\text{Prior Year Extension} \times (1 + \text{Lesser of } 5\% \text{ or CPI})}{\text{Total EAV} - \text{New Construction}}$

Limiting Rate: 4.8977%
 Estimated Capped Extension: \$74,559,050.21

Consumer Price Index:	1.90%
Actual Total EAV for 2018:	\$1,465,367,175
Estimated % change from 2018 EAV:	3.00%
Estimated New Construction for 2019:	\$13,000,000
Estimated Total EAV for 2019:	\$1,522,328,190
Total change from prior year:	3.89%

	Prior Year Extension:	Maximum Tax Rate:	Individual Fund Estimated Maximum Extension:	Prorated Extension based on prior year extension:	Manual Override:	Safeguard % Input	Levy Amount:
Educational	\$52,704,436.23	0.00%	\$0.00	\$54,168,394.31	\$54,142,771		\$54,142,771.00
Operations & Maintenance	\$10,900,001.85	0.75%	\$11,417,461.43	\$11,202,768.50	\$11,118,000		\$11,118,000.00
Transportation	\$1,799,998.42	0.00%	\$0.00	\$1,849,996.53	\$2,193,010		\$2,193,010.00
Working Cash	\$0.00	0.00%	\$0.00	\$0.00			\$0.00
Municipal Retirement	\$1,135,000.15			\$1,166,526.77	\$1,169,050		\$1,169,050.00
Social Security	\$1,554,578.73			\$1,597,759.88	\$1,601,220		\$1,601,220.00
Fire Prevention & Safety *	\$199,993.31	0.10%	\$1,522,328.19	\$205,548.47	\$0		\$0.00
Tort Immunity	\$0.00			\$0.00			\$0.00
Special Education	\$4,250,004.42	0.80%	\$12,178,625.52	\$4,368,055.74	\$4,335,000		\$4,335,000.00
Leasing	\$0.00	0.00%	\$0.00	\$0.00			\$0.00
	\$0.00	0.00%	\$0.00	\$0.00			\$0.00

Capped Extension/Levy	\$72,544,013.11	\$25,118,415.14	\$74,559,050.21	\$74,559,051.00	Capped Levy	\$74,559,051.00	Truth in Taxation	2.78%	NO
SEDOL IMRF	\$0.00				SEDOL IMRF	\$0.00			
Bond and Interest:	\$14,923,357.92				Bond and Interest:	\$14,699,514.00		-1.50%	
Total Extension/Levy	\$87,467,371.03				Total Levy	\$89,258,565.00		2.05%	

Levy in excess of estimated extension: \$0.79

PROPERTY VALUES & TAX RATE

It's an
INVERSE
relationship



SAFEGUARD FOR UNKNOWN

EAV

**Variance in projected EAV will
adjust the limiting Rate**

**New
Property**

**Variance in projected
New Property will adjust the
total extension**

Changes

**Unknown changes in program need may
require adjusted allocations between Funds**



SAFEGUARD BENEFITS

EAV VARIANCE

If there is variance in the EAV from what has been estimated, the use of a 0.5% Safeguard will provide for flexibility in redistributing funds should an individual fund rate limit be reached.



NEW PROPERTY VARIANCE

If New Property is higher than estimated, the use of a 0.5% Safeguard will provide for the levy to collect these new tax dollars and for the receipts to be allocated to the identified funds.

**2019 Tax Levy Design uses an estimate of \$13,000,000 in New Property
A 0.5% Safeguard would capture all revenue of up to \$19,875,000 in New Property**



PROPOSED 2019 TAX LEVY (Safeguard)

2019 LEVY CALCULATION PAGE

Limiting Rate: $\frac{\text{Prior Year Extension} \times (1 + \text{Lesser of } 5\% \text{ or CPI})}{\text{Total EAV} - \text{New Construction}}$

Limiting Rate: 4.8977%
 Estimated Capped Extension: \$74,559,050.21

Consumer Price Index: 1.90%

Actual Total EAV for 2018: \$1,465,367,175
 Estimated % change from 2018 EAV: 3.00%
 Estimated New Construction for 2019: \$13,000,000
 Estimated Total EAV for 2019: \$1,522,328,190
 Total change from prior year: 3.89%

	Prior Year Extension:	Maximum Tax Rate:	Individual Fund Estimated Maximum Extension:	Prorated Extension based on prior year extension:	Manual Override:	Safeguard % Input	Levy Amount:
Educational	\$52,704,436.23	0.00%	\$0.00	\$54,168,394.31	\$54,142,000	0.50%	\$54,410,003.00
Operations & Maintenance	\$10,900,001.85	0.75%	\$11,417,461.43	\$11,202,768.50	\$11,118,000	0.50%	\$11,173,034.00
Transportation	\$1,799,998.42	0.00%	\$0.00	\$1,849,996.53	\$2,193,000	0.50%	\$2,203,855.00
Working Cash	\$0.00	0.00%	\$0.00	\$0.00			\$0.00
Municipal Retirement	\$1,135,000.15			\$1,166,526.77	\$1,169,000	0.50%	\$1,174,787.00
Social Security	\$1,554,578.73			\$1,597,759.88	\$1,601,000	0.50%	\$1,608,925.00
Fire Prevention & Safety *	\$199,993.31	0.10%	\$1,522,328.19	\$205,548.47	\$0		\$0.00
Tort Immunity	\$0.00			\$0.00			\$0.00
Special Education	\$4,250,004.42	0.80%	\$12,178,625.52	\$4,368,055.74	\$4,335,000	0.50%	\$4,356,458.00
Leasing	\$0.00	0.00%	\$0.00	\$0.00			\$0.00
	\$0.00	0.00%	\$0.00	\$0.00			\$0.00

Capped Extension/Levy	\$72,544,013.11	\$25,118,415.14	\$74,559,050.21	\$74,558,000.00	Capped Levy	\$74,927,062.00	Truth in Taxation: 3.28%	NO
					Levy in excess of estimated extension:	\$368,011.79		
SEDOL IMRF	\$0.00				SEDOL IMRF	\$0.00		
Bond and Interest:	\$14,923,357.92				Bond and Interest:	\$14,699,514.00	-1.50%	
Total Extension/Levy	\$87,467,371.03				Total Levy	\$89,626,576.00	2.47%	

PROPOSED VS ANTICIPATED



PROPOSED

The District submits a **PROPOSED** levy to the County



SAFEGUARD

In order to ensure that we do not lose revenue relating to the “tax cap” formulas, we **SAFEGUARD** levy, or levy a larger amount than what will be received.
Capped Funds 2019=3.28%



ANTICIPATED

The **ANTICIPATED** tax extension increase is limited by the “Tax Cap” formula.

Capped Funds 2019=2.78%



OVERVIEW & CONCLUSION

NEW \$

The District is expected to receive about **2.78%** in new revenue for the general operating funds (our capped extension) or a total of **\$2,015,038**.

TOTAL \$

Total taxes to be extended are anticipated to be **\$89,258,565** which would represent an overall anticipated increase of **2.05%**.

PROCESS

- The proposed levy is scheduled to be approved by the Board on Dec. 9th
- Our final allocation work comes in late March/early April when the county clerk calculates the final amounts to be extended.