



**2023
Tentative
Tax Levy**

Payable in 2024

**OCTOBER 23, 2023
Board of Education**



TAX LEVY – BUDGET - CASHFLOW

TAX LEVY

- Provides the resources needed to maintain and enhance programs for students
- Provides funding in May thru October, over two fiscal years

CASHFLOW

- A significant portion of District revenue arrives in June, which is used to fund the following year's programming
 - Unaudited FY23 Ending Fund Balance as of 6/30/2023
\$82,619,833



BUDGET

- Reflects the District's Goals and Objectives
- Represents all funds and authorizes expenditures
 - Education Fund is the primary fund used to support the operations of the District
 - Salaries
 - Benefits
 - Purchased Services
 - Supplies & Materials
 - Capital Outlay
 - Other Objects
 - Non-Capital

All are intertwined within the financial operation of the District

PURPOSE

The purpose of the local property tax is to access funding to maintain and enhance the programs associated with providing all Geneva CUSD 304 students with a high-quality educational experience.

IMPORTANCE

Local property taxes represent approximately **85.9%** of the total school district revenue.

TERMS

Aggregate Levy: The annual corporate levy of the taxing district and those special purpose levies which are made annually (other than debt service levies and levies made for the purpose of paying amount due under public building commission leases).

Debt Service Levies: Levies made to retire the principal or pay interest on bonds or to make payments due under public building commission leases.

Property Tax Extension Limitation Law (PTELL or "Tax Caps"): Limits the increase over prior year extension on existing property to 5% or CPI whichever is lower.

Consumer Price Index (CPI): Inflation factor used for determining extension of tax levy.



2023 TAX LEVY

EAV

Equalized Assessed Value (EAV) is determined by the Township Assessor using 33% of the fair cash value of a property and applying an equalization factor set within the County (typically, a factor of 1.00).

RATE

The amount of the school district's authorized tax rate is determined by the total amount of the taxes levied by the Board of Education.

FORMULA

The formula used to calculate the tax rate is as follows:

$$\frac{\text{Total Dollars Levied}}{\text{Total Assessed Property}} = \text{Tax Rate}$$



LOCAL PROPERTY TAX FACTORS



EAV and New Construction

EAV

Equal Assessed Value, or EAV, is an estimated value of your property. An Ad Valorem Tax is levied by the school district.

The tax rate is limited by the PTELL law.



**EAV + New
Property =
Estimated
Total EAV**

NEW PROPERTY

New Property is conservatively estimated in this levy model.

New Property estimate of \$11,500,000 is part of the total EAV for this model.



2023 TAX LEVY



Which Funds are Capped/Non-Capped

CAPPED

Education Fund**
Operations and Maintenance**
Transportation**
Social Security**
IMRF**
Fire Prevention (LHS)**



**All
Funds**

NON-CAPPED

Debt Service Fund

****Funds Subject to PTELL – Property Tax Extension Limitation Law**



Truth in Taxation Law

TRUTH IN TAXATION

This law requires taxing districts to disclose by publication and by public hearing on their intention to adopt an aggregate levy in amounts more than 105% of the property taxes extended or estimated to be extended.



**Compliance
And
Transparency**

HOW IS THIS MET?

By public notification of the day and time and for the Board of Education to hold a public Levy Hearing.

WHY?

For the Board of Education to receive comment and be transparent.



LEVY PROCESS

TENTATIVE

The Board will receive a Tentative 2023 Tax Levy presentation on October 23, 2023, payable in 2024.

HEARING

The District will hold a Truth in Taxation Hearing on December 11, 2023, hearing testimony on the proposed levy. The requested increase is stated by fund, tax amount, and use.

APPROVAL

The next step in the levy process will be for the final levy to be approved by the Board of Education on December 11, 2023.



LEVY EXTENSION

FINAL LEVY

The Board approves an ISBE Certificate of Tax Levy document.

RESOLUTION

The Board of Education will consider a resolution for passage. The Resolution, Tax Levy for 2023, is a certificate of estimated revenues, by source, the District anticipates to be received in 2024 over two fiscal years.

FILING

The Levy Resolution and Certificate, by law, must be placed on file with the County Clerk by the last Tuesday in December.

Our final allocation work comes in late March/early April when the County Clerk calculates the final amounts to be extended.

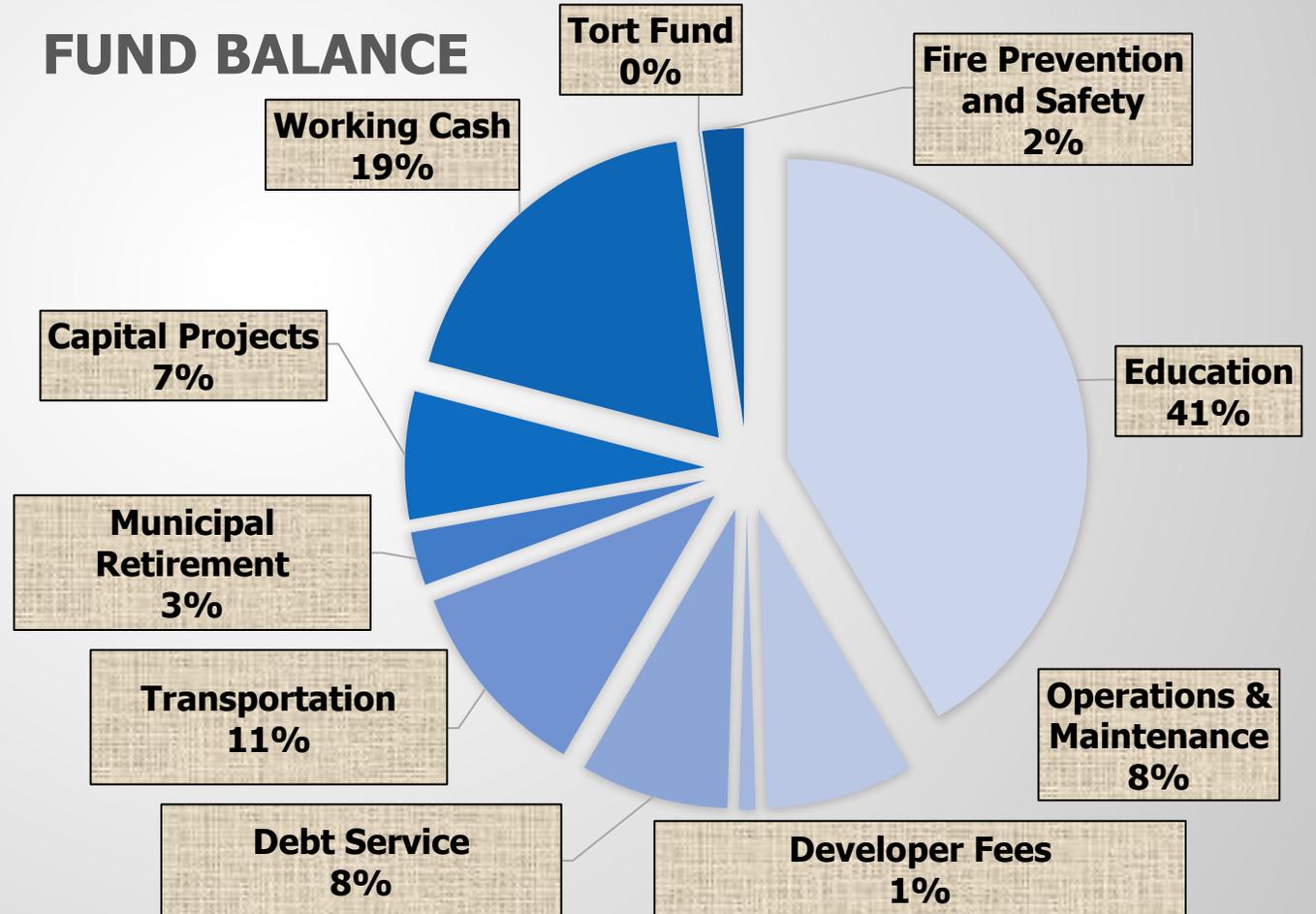


FY 2022-2023 FUND BALANCES

PUBLIC ACT 102-0895 DISCLOSURE OF CASH RESERVE BALANCE
Ending Cash Balance as of 6/30/2023

10	Education	34,376,962
20	Operations and Maintenance	6,547,048
20	Developer Fees	735,861
30	Debt Service	6,589,046
40	Transportation	9,006,216
50	Municipal Retirement	2,386,608
60	Capital Projects	5,707,868
70	Working Cash	15,402,425
80	Tort Fund	31,353
90	Fire Prevention and Safety	1,836,446
Total Funds 10 to 90		82,619,833

FUND BALANCE





LEVY EXTENSION SCENARIO

2023 LEVY CALCULATION PAGE

Original Assumptions

Consumer Price Index	5.00%
Actual Total EAV for 2022	\$1,631,692,562

Legend

District Assumptions & Data Entry
Calculated Values
Review Needed

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

Estimated Existing EAV % change for 2023	6.45%
Estimated Existing EAV Value for 2023	\$1,736,936,732

Estimated New Property for 2023	\$11,500,000
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Limiting Rate	4.9253
Estimated Capped Extension	\$86,115,477.63

Estimated Total EAV for 2023	\$1,748,436,732	<i>Includes New Property</i>
Estimated Total EAV % change for 2023	7.15%	<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
Educational	\$57,885,827.43			\$61,182,534.94			\$61,182,535.00
Operations & Maintenance	\$12,237,694.22	0.75	\$13,113,275.49	\$12,934,654.08			\$12,934,655.00
Transportation	\$2,372,301.50			\$2,507,408.56			\$2,507,409.00
Working Cash	\$0.00	0.00	\$0.00	\$0.00			\$0.00
Municipal Retirement	\$1,469,632.86			\$1,553,331.23			\$1,553,331.00
Social Security	\$1,781,253.50			\$1,882,699.26			\$1,882,699.00
Fire Prevention & Safety *	\$0.00	0.10	\$1,748,436.73	\$0.00			\$0.00
Tort Immunity	\$0.00			\$0.00			\$0.00
Special Education	\$5,728,595.20	0.80	\$13,987,493.86	\$6,054,849.55	\$6,500,000		\$6,500,000.00
Leasing	\$0.00	0.00	\$0.00	\$0.00			\$0.00
Revenue Recapture	\$0.00	0.00	\$0.00	\$0.00			\$0.00

Capped Extension	\$81,475,304.71
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\$86,115,477.63

Capped Levy	\$86,560,629.00	6.24%	YES
			<i>Truth in Taxation Required</i>

Levy Amount Above Estimated Extension	\$445,151.37
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SEDOL IMRF Extension	\$0.00
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Estimated SEDOL IMRF Levy \$0.00
(Lake County Only, Included in Truth in Taxation Calculation)

SEDOL IMRF Levy	\$0.00
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Bond & Interest Extension	\$14,833,961.84
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Estimated Bond and Interest Levy \$14,833,956.00
(County Clerk Levies Bond & Interest for the District, Verify Records with County Clerk)

Bond & Int. Levy	\$14,833,956.00	0.00%
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Total Extension	\$96,309,266.55
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Total Levy	\$101,394,585.00	5.28%
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LEVY EXTENSION IMPACT

2023 Tax Year Levy Payable in 2024 Estimated Taxpayer Impact

	Taxpayer Impact
2022 Fair Cash / Market Value Home	\$350,000
Estimated 2023 Fair Cash Value Home	\$350,000
Total Assessed Value	\$116,667
State Equalization Multiplier	\$116,667
Homestead Exemption LY22	\$6,000.00
Homestead Exemption LY23	\$8,000.00
Net Equalized Assessed Value	\$108,666.67
Estimated Change in Tax Payment for 2023	\$143.47

Disclaimer: The actual taxes and payments will vary based on final individual homeowner EAV, exemptions, and assessments.



TAX LEVY EXTENSION

2023 Tax Year Levy Payable in 2024

Questions or Comments