



2019 Tax Levy Design

Dec. '19
June '20
Sept. '20

November 18, 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**

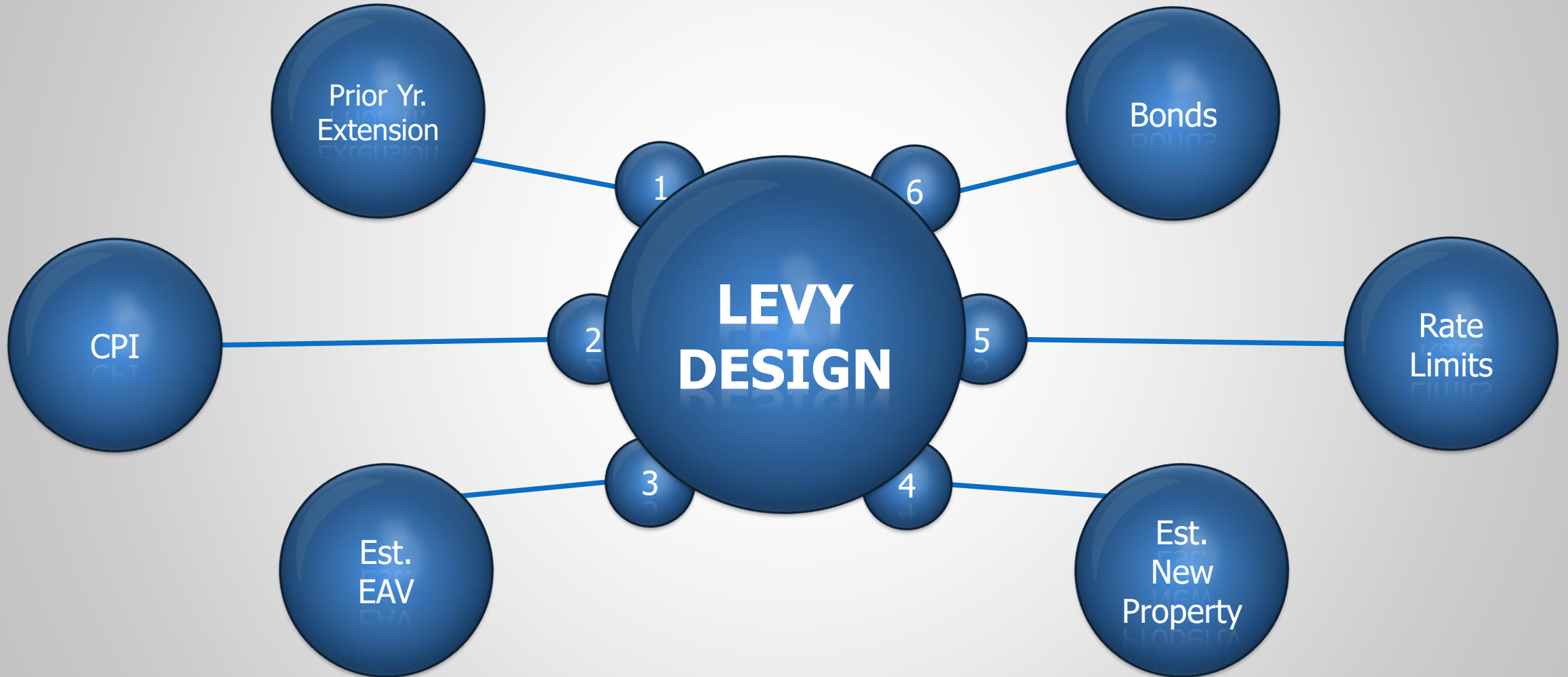


**TOTAL
Current
Year
Taxes**

(Lower of CPI or 5%)



KEY DATA COMPONENTS





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
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Levy in excess of estimated extension: \$0.79

SEDOL IMRF: \$0.00 SEDOL IMRF: \$0.00

Bond and Interest: \$14,923,357.92 Bond and Interest: \$14,699,514.00 Bond and Interest: \$14,699,514.00 -1.50%

Total Extension/Levy: \$87,467,371.03 Total Levy: \$89,258,565.00 2.05%

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**



2019 PROJECTED 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%

These figures represent the "ESTIMATED" Levy, what is planned for approval on December 9th, 2019

	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 next steps in the levy process will be for the Board to approve an estimated levy on November 18th and for the final proposed levy to be developed and 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.