



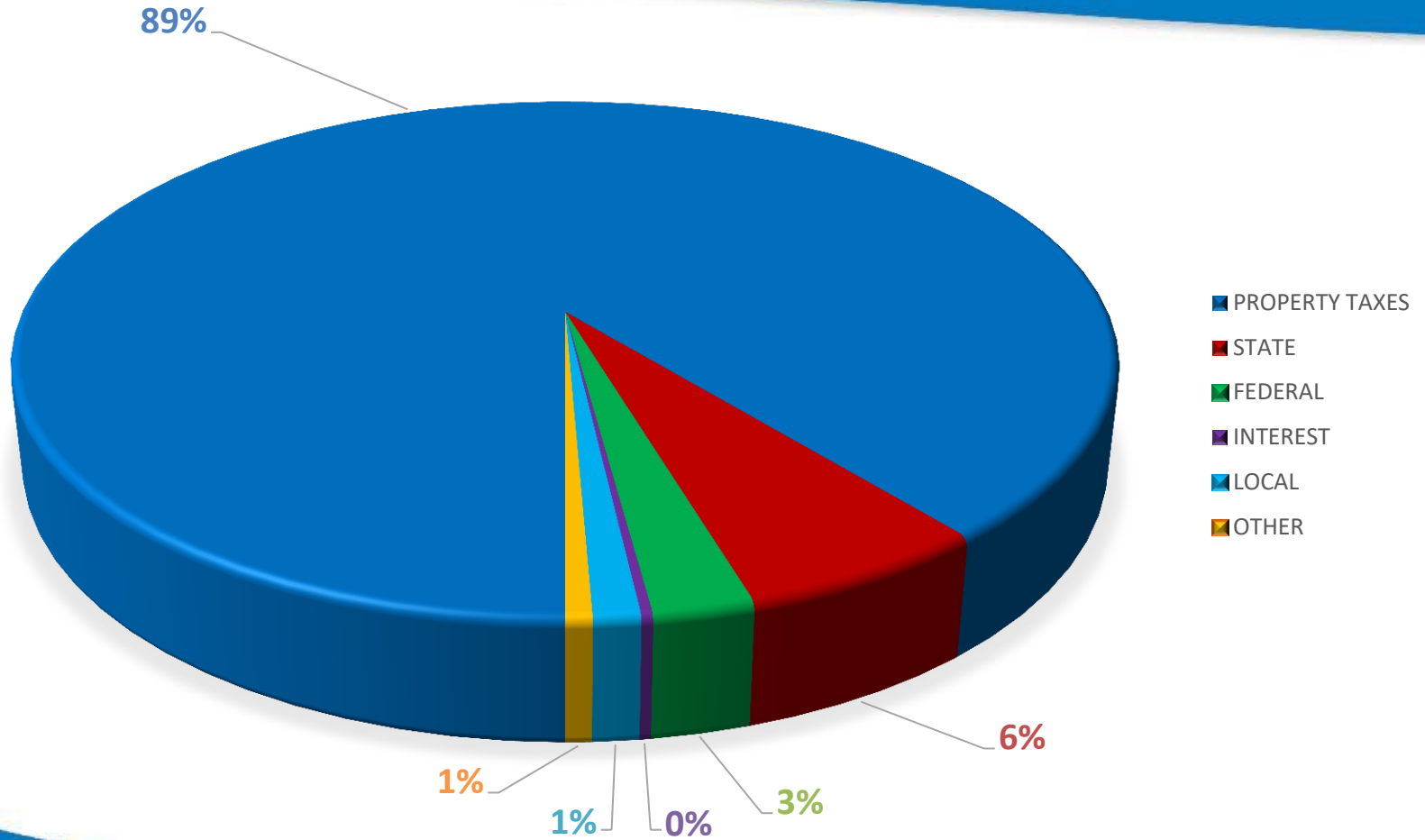
# **2016 Property Tax Levy Presentation**

**Board of Education Meeting  
November 15, 2016**



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# Funding Sources



NOTE - EXCLUDES: TRANSFERS AND ON-BEHALF PAYMENT TO TRS



# Explanation of Key Terms

- **Tax Levy:** The amount of money a school district requests to be raised from property tax.
- **Extension:** The amount of money the district receive from the property tax.
- **CPI (Consumer Price Index):** An inflationary indicator that measures the change in the cost of a fixed basket of products and services including housing, electricity, food and transportation.
- **EAV (Equalized Assessed Valuation):** The term EAV refers to the assessed value of all taxable real estate in the district.



# Levy – General Information

- The final levy amount and related tax rate (or extension) is determined by the Lake County Clerk's office based on the requested amounts, after applying PTELL reductions (tax cap law).
- PTELL limits an amount of increase in taxes from year to year to the lesser of 5% or the prior year CPI, plus the value of new construction.



# Levy – General Information

- A minimum of 20 days between the presentation of a tentative levy and its adoption is required if in excess of the 5% threshold.
- If the tentative / final levy is in excess of 5%, a Truth-In Taxation notice must be published and a Public hearing conducted.
- Once the levy is adopted, it must be filed with the Lake County Clerk.



# 2016 Levy Calculation

- Equalized Assessed Valuation of all property = \$2,238,725,260
- Prior Year Extension = \$67,303,111
- CPI = 0.70%
- New Property = \$9.5 million expected

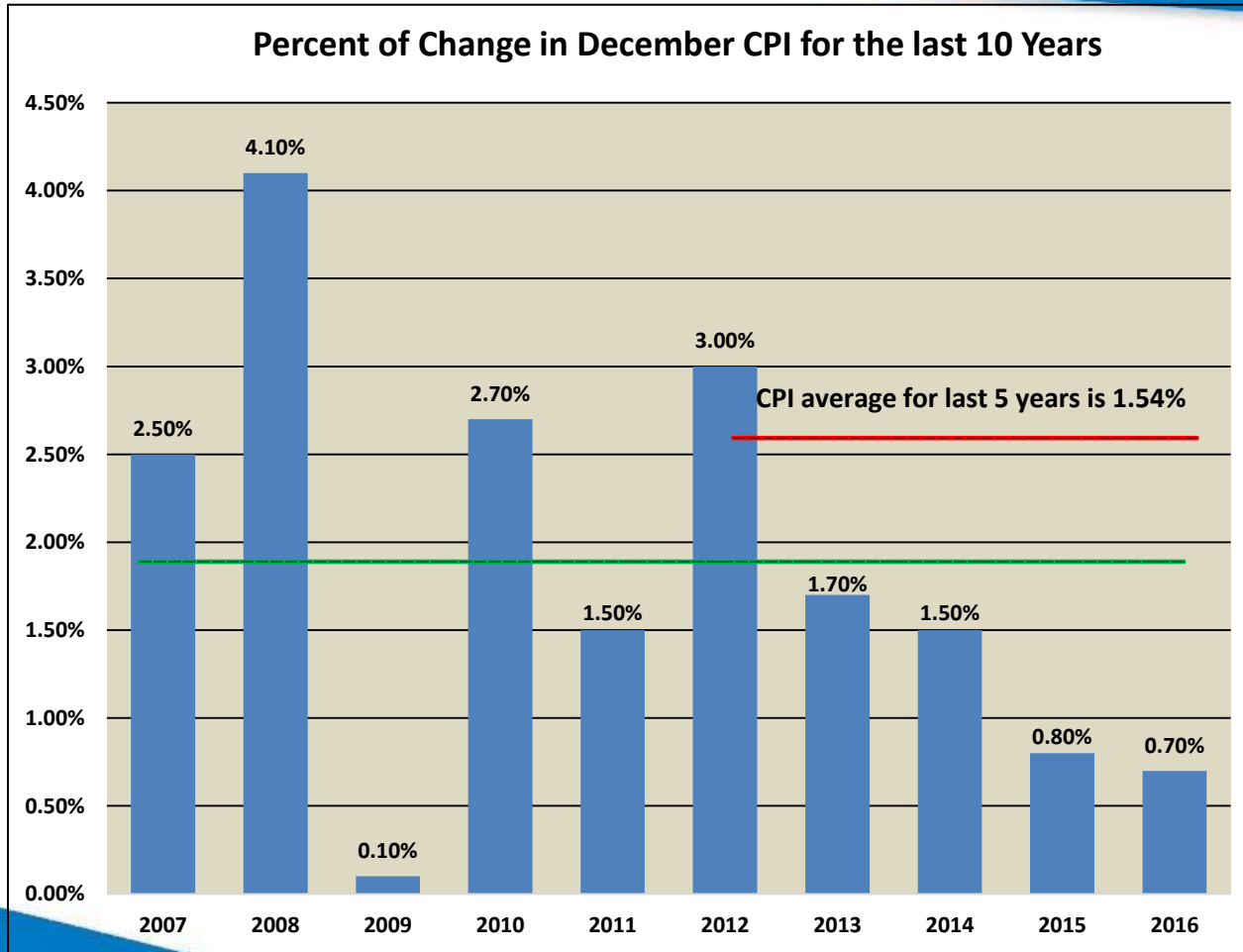


# 2016 Levy Calculation

- In addition to getting tax revenue from existing property, we request additional taxes related to new property/new taxpayers. This is an estimate at the time of the levy.
- The district is also entitled to revenues from properties, which were previously not paying taxes to the school district in a TIF (Tax Incremental Financing) District.



# CPI



Average CPI for this 10-year period is 1.86%





# Expected Increase

- This levy represents a 1.99% increase over last year's extension.
- The District always levy more to account for any unforeseen increases in EAV or New Construction.



# Summary

- What are we asking for: \$68.6 million
- What do we think we will get: \$68.1 million



# Timeline

- Levy adoption will be today, November 15, 2016, at the Board Meeting.
- File the adopted certificate of tax levy no later than the last Tuesday of December 2016.
- Extension process, receipt of levied revenues begin in Spring 2017.



# QUESTIONS?

