



TAX LEVY PRESENTATION  
OCTOBER 22, 2018

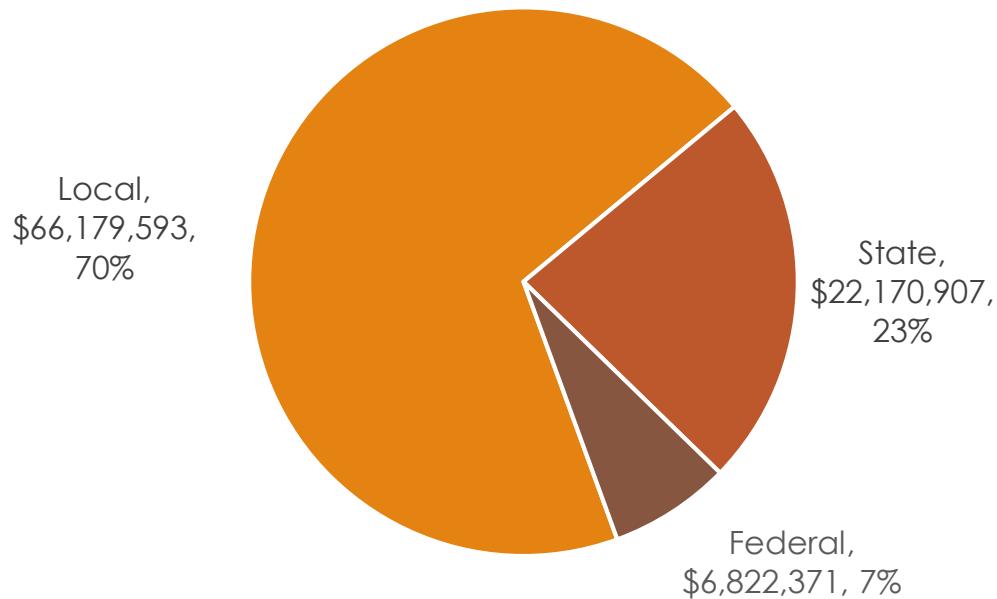
# Agenda

- ▶ Calendar
- ▶ What is the Tax Levy/Why is it Important?
- ▶ Levy Basics
- ▶ Data/Facts/Assumptions
- ▶ Proposed Local Revenue  
(2018 Levy for 2019-2020 School Year)

# Calendar

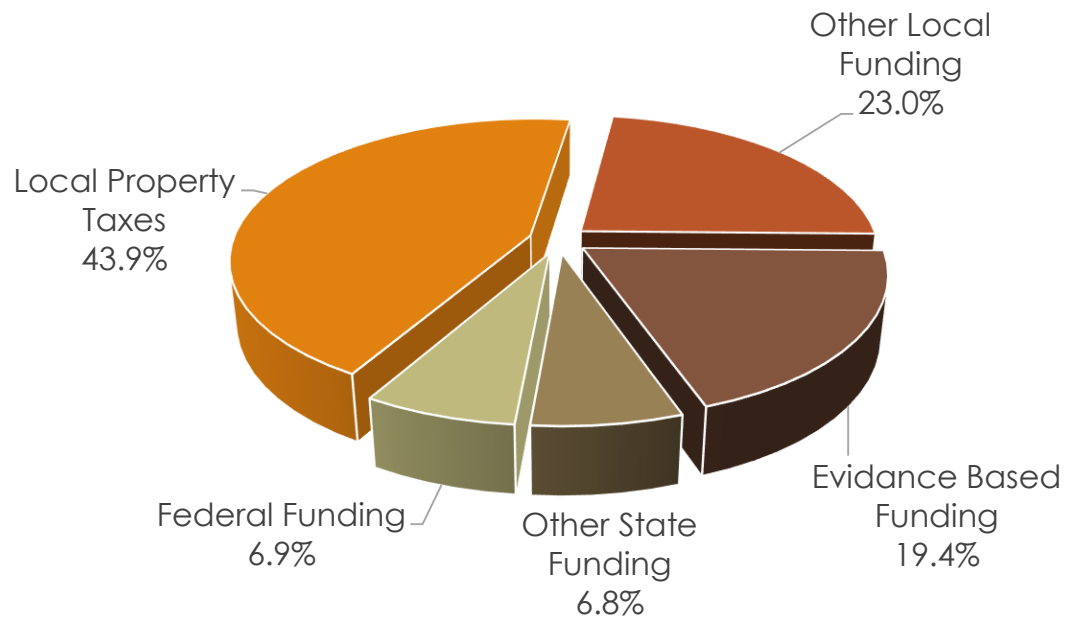
- ▶ Oct 22<sup>th</sup> Tax Levy Presentation
- ▶ Nov 13<sup>th</sup> Public Hearing
- ▶ Dec 10<sup>th</sup> Board Meeting/Adoption
- ▶ Dec 21<sup>st</sup> File with County
- ▶ Spring County Extends Levy
- ▶ Summer Collections Begin

# Revenues by Source Budgeted



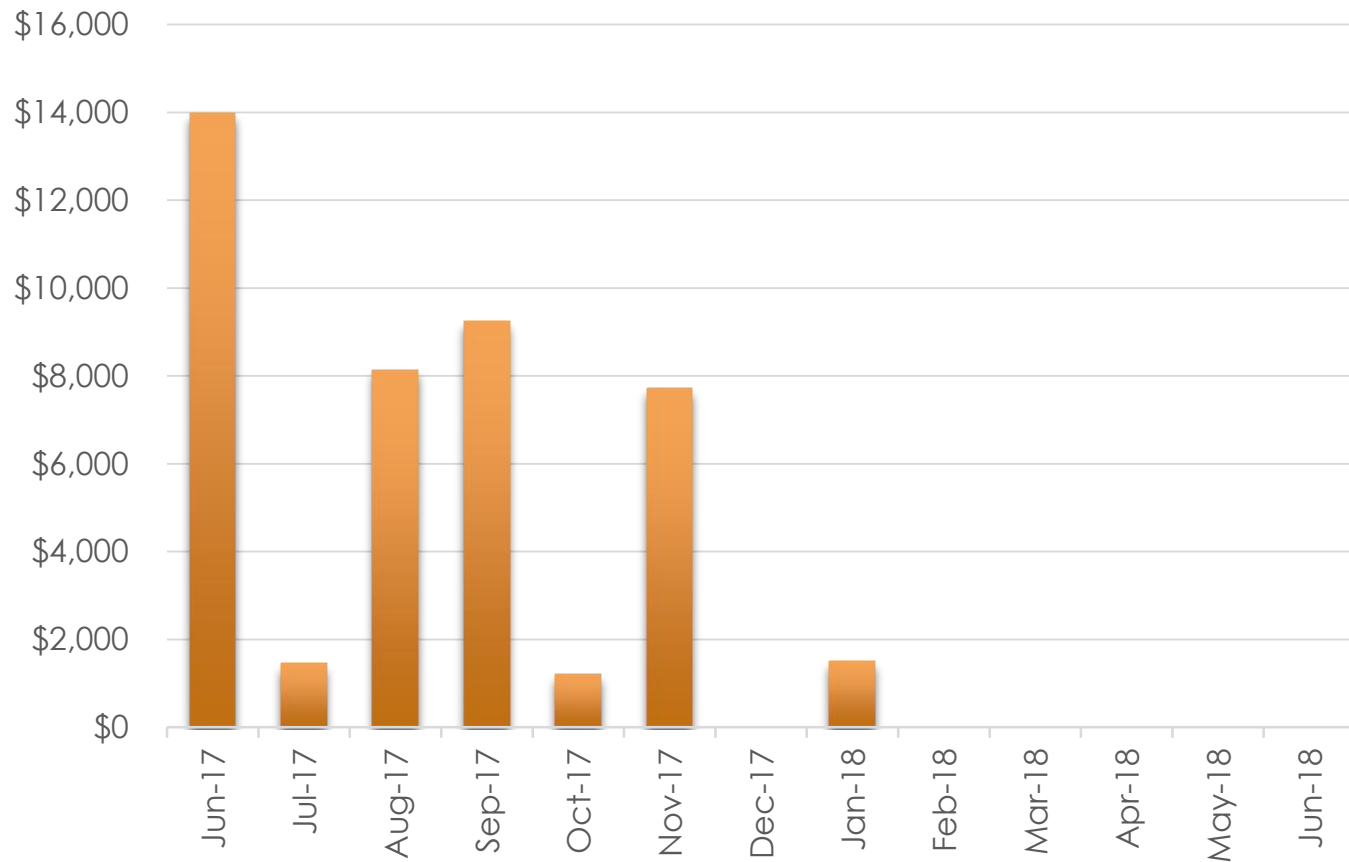
The above amounts exclude On-Behalf payment.

# Operating Funds Revenue by Source



# Collections Cycle

## 2016 Tax Levy - Payable in 2017/18 (\$ in Thousands)



# Levy Basics

- ▶ The levy is the dollar amount the District needs next year from the property tax.
- ▶ It is the maximum dollar amount that the District will receive.
- ▶ Amount is based on the Equalized Assessed Value (EAV) and tax levy rates.

# Levy Basics

Funds with statutory maximum rates:

- Education 3.27
- Operations & Maintenance 0.75
- Special Education 0.04
- Fire Prevention (Life Safety) 0.05
- Transportation 0.20
- Working Cash 0.05
- Lease (Facilities & Technology) 0.05



# Levy Basics

Funds with no statutory maximum rates  
(Based on District Need):

- Liability Insurance (Tort)
- Social Security
- Illinois Municipal Retirement Fund (IMRF)
- Bonds & Interest (quasi known)

# Data/Facts/Assumptions

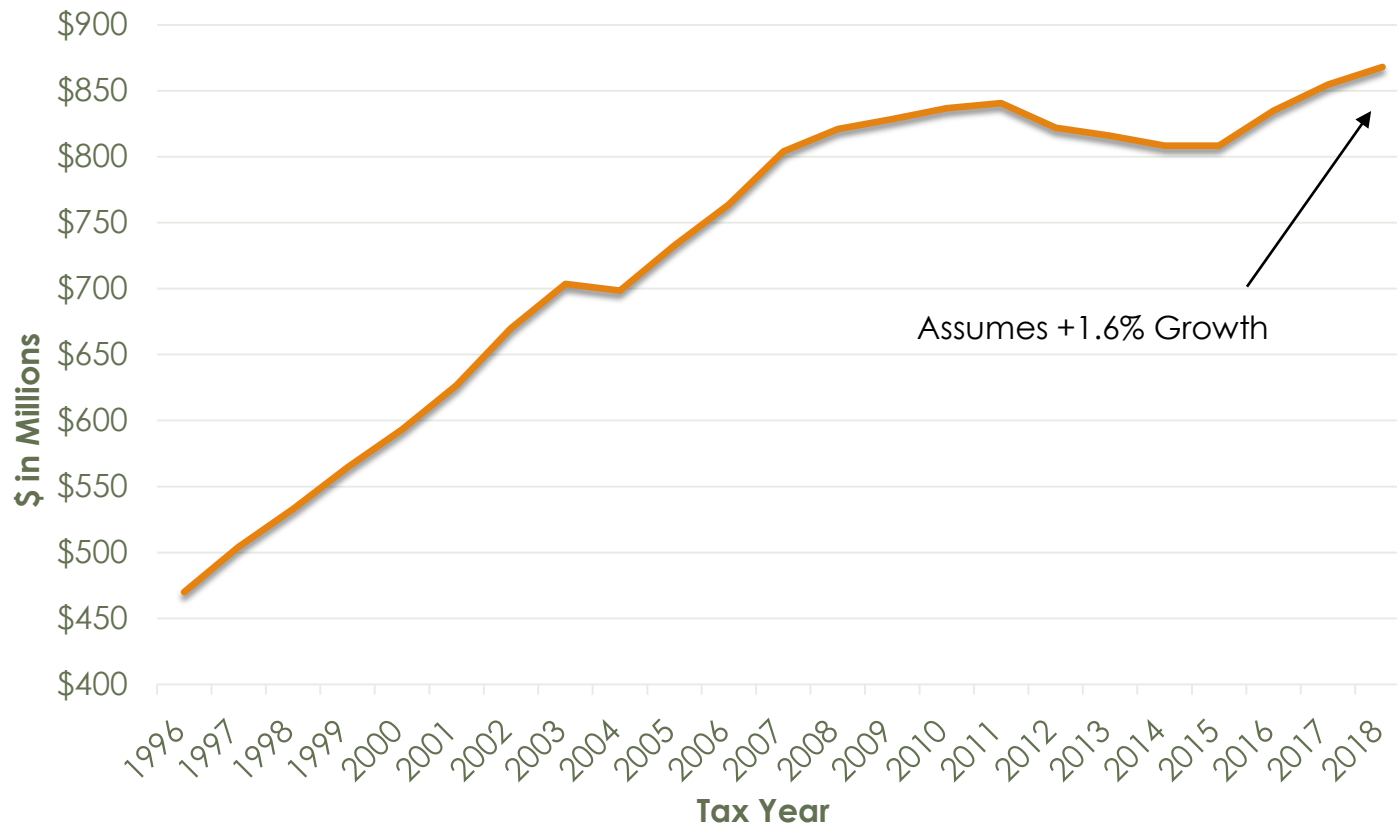
## Equalized Assessed Valuation:

2017	\$854,804,251	2.4%
2016	\$834,754,801	3.3%
2015	\$808,452,845	0.0%
2014	\$808,283,955	- 0.9%
2013	\$815,929,969	- 0.7%
2012	\$821,940,478	- 2.2%
2011	\$840,683,546	0.5%

# Data/Facts/Assumptions

2018 RI County Assessor Detailed Estimate	\$867,948,090	
Residential	\$574,946,444	66.2%
Commercial	\$278,126,214	32.0%
Industrial	\$12,993,645	1.5%
Farm (Land & Buildings)	\$853,309	0.2%

# History Equalized Assessed Value



# History of EAV % Change



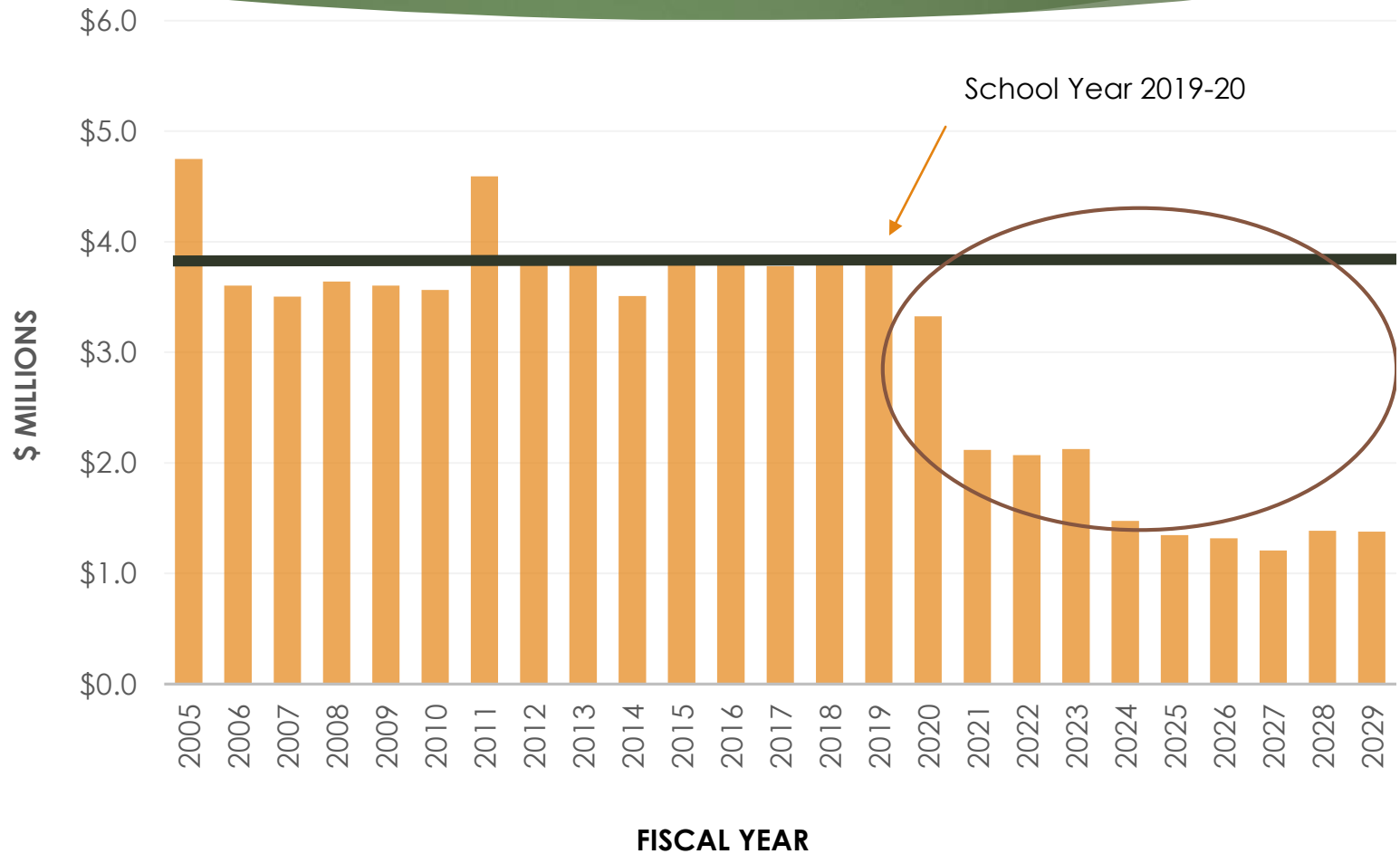
# Data/Facts/Assumptions

- ▶ A public tax levy hearing must be held if the levy is 105% of the prior year's extension (exclude bond & interest).

$$\frac{\$39,847,555 \text{ (2017 Extended)}}{\$40,347,482 \text{ (2018 Tax Levy)}} = 101.25\% \text{ change}$$

Less than 105% -- No Truth in Taxation Required

# Outstanding Bond Payment Schedule



# Data/Facts/Assumptions

2017 Equalized Assessed Value = \$854,804,251

<u>Fund</u>	<u>Levy Rate per \$100 EAV</u>	<u>2017 Extended</u>
Educational	3.2700	\$27,952,099
<b>Tort Immunity</b>	<b>0.1336</b>	<b>1,142,019</b>
Operations & Maintenance	0.7500	6,411,032
Special Education	0.0400	341,922
Fire Prevention & Safety	0.0500	427,402
<b>Transportation</b>	<b>0.0880</b>	<b>752,227</b>
Facility Leasing	0.0500	427,402
<b>Illinois Municipal Retirement</b>	<b>0.1164</b>	<b>994,992</b>
<b>Social Security</b>	<b>0.1136</b>	<b>971,058</b>
Working Cash	0.0500	427,402
Bond and Interest	0.4478	3,827,813
Total Taxes	5.1094	\$43,675,368



# Data/Facts/Assumptions

2018 Projected EAV = \$868,448,090

Fund	Levy Rate per \$100 EAV	2018 Extended
Educational	3.2700	\$28,398,253
<b>Tort Immunity</b>	<b>0.1080</b>	<b>937,625</b>
Operations & Maintenance	0.7500	6,513,361
Special Education	0.0400	347,379
Fire Prevention & Safety	0.0500	434,224
<b>Transportation</b>	<b>0.0770</b>	<b>668,615</b>
Facility Leasing	0.0500	434,224
<b>Illinois Municipal Retirement</b>	<b>0.1282</b>	<b>1,113,535</b>
<b>Social Security</b>	<b>0.1228</b>	<b>1,066,042</b>
Working Cash	0.0500	434,224
Bond and Interest	0.4405	3,825,791
Total Taxes	5.0865	\$44,173,273

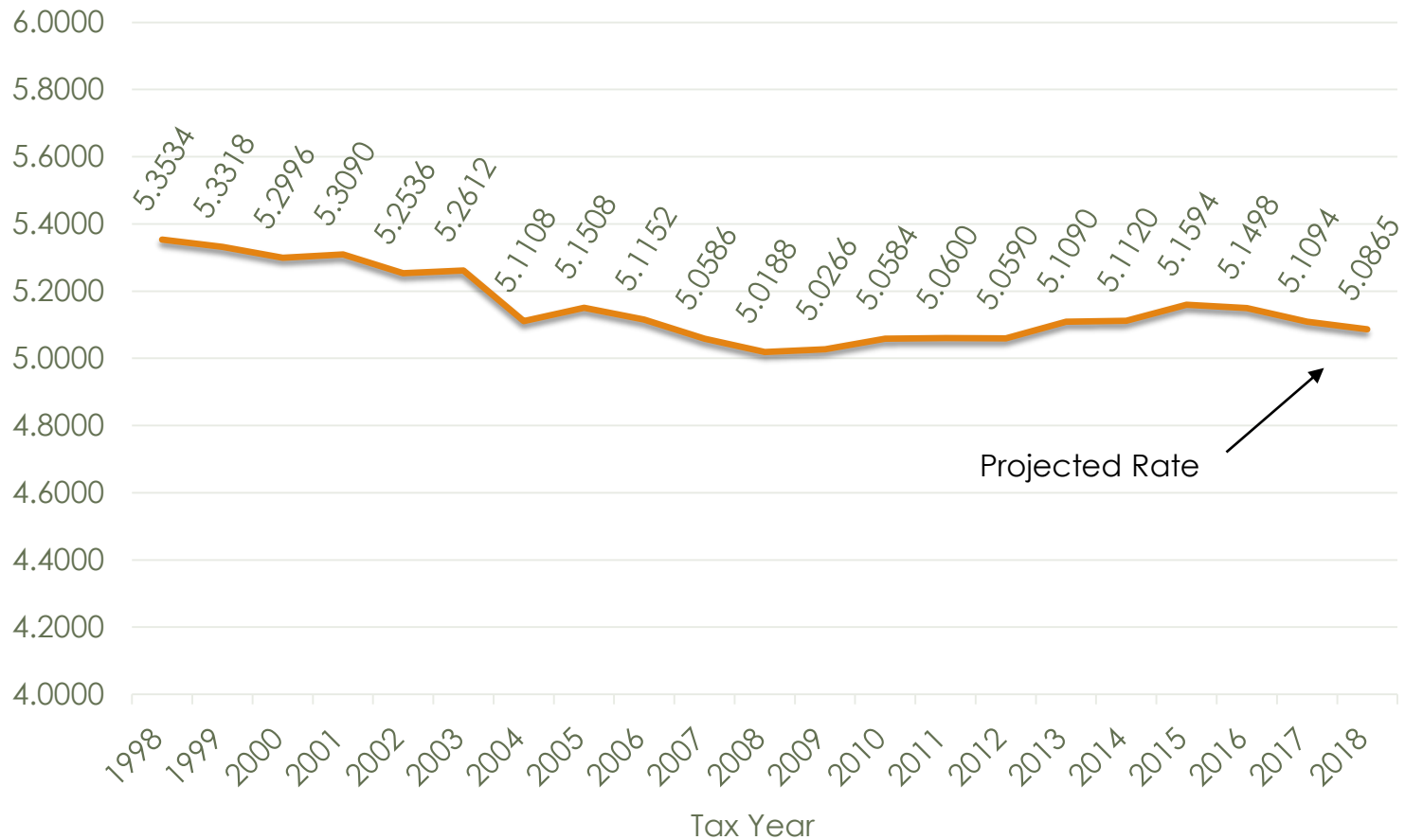
# Data/Facts/Assumptions

2017 Equalized Assessed Value = \$854,804,251

2018 Projected Levy Amount      \$868,448,090    (+1.6% Change)

Fund	Rate Change per \$100 EAV	2017-2018 \$ Change
Educational	0.0000	446,154
<b>Tort Immunity</b>	<b>- 0.0256</b>	<b>-204,394</b>
Operations & Maintenance	0.0000	102,329
Special Education	0.0000	5,457
Fire Prevention & Safety	0.0000	6,822
<b>Transportation</b>	<b>- 0.0110</b>	<b>- 83,612</b>
Facility Leasing	0.0000	6,822
<b>Illinois Municipal Retirement</b>	<b>0.0118</b>	<b>118,543</b>
<b>Social Security</b>	<b>0.0092</b>	<b>94,984</b>
Working Cash	0.0000	6,822
Bond and Interest	- 0.0073	- 2,022
Total Taxes	- 0.0229	\$497,905

# History of Tax Rate (per \$100 EAV)



# Property Tax Ramifications

## Hypothetical Homeowner Example

Tax Year	2017	2018 <sup>(1)</sup>
House Market Value	\$100,000	\$100,000
EAV (1/3 of Market Value)	\$33,333	\$33,333
School Tax Rate	5.1094	5.0865 <sup>(2)</sup>
Household Tax	\$1,703.13	\$1,695.49
Dollar Change		- \$7.64
Percentage Change		- 0.5%

<sup>(1)</sup> Inflation is relatively flat.

<sup>(2)</sup> Represents only the School Tax portion of a tax bill.

# Summary

- ▶ Assume EAV increase by 1.60%
- ▶ Assume Rate of 5.0865  
(2017 was 5.1094)
- ▶ Potentially Generates \$44,173,273  
(2017 was \$43,675,368)