



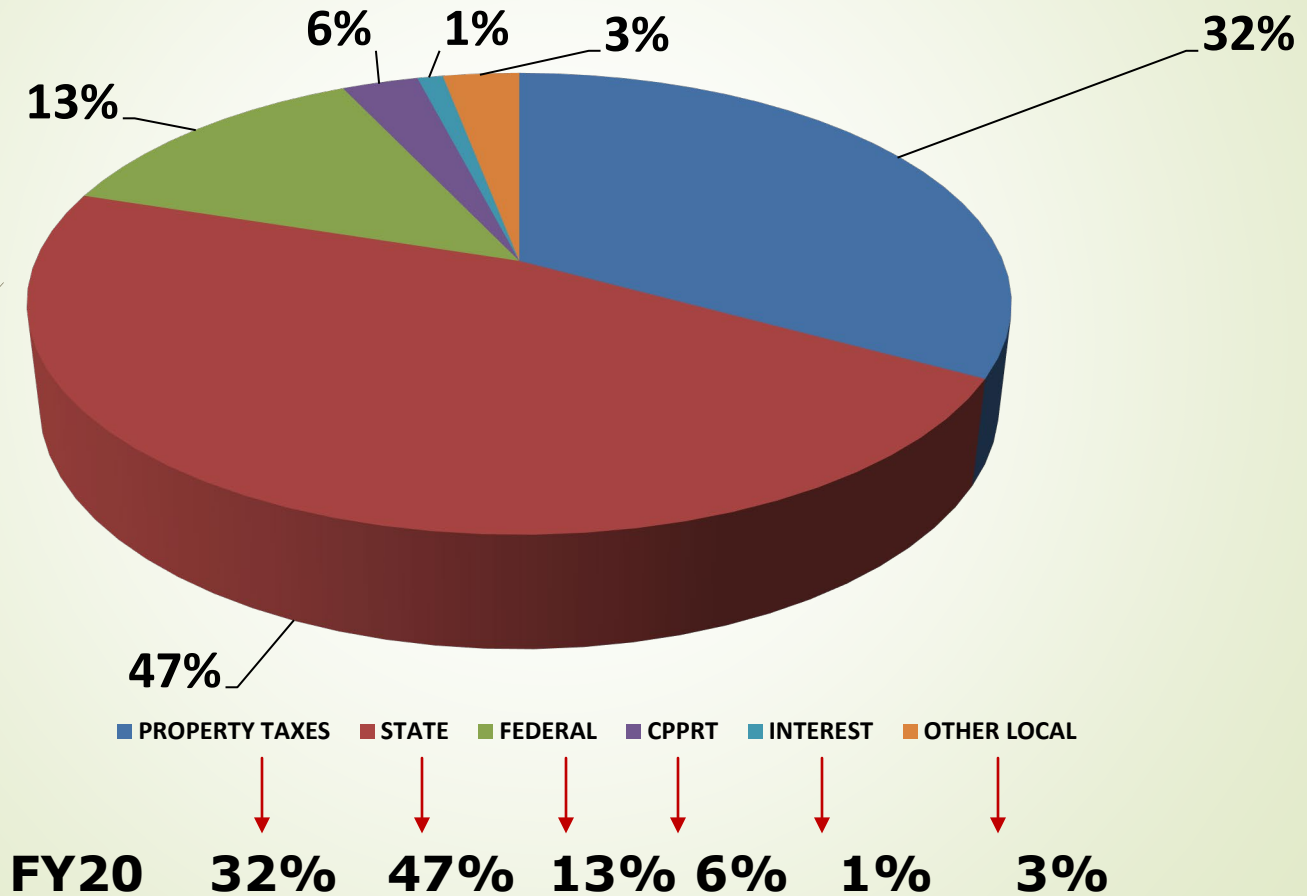
Morton HSD 201 2021 Property Tax Levy Presentation

November 10, 2021

Levy Terms

- **Aggregate Levy (tax levy)** – The amount of tax revenue requested (actual dollars)
- **Consumer Price Index (CPI)** - Inflation factor used for determining extension of tax levy
- **Debt Service** –The fund used to make principal and interest payments on the bonds previous sold by the District
- **Debt Service Levy** – Those levies made to retire the principal or pay interest on bonds or to make payments due under public building commission leases
- **Equalized Assessed Valuation (EAV)** - (1/3 of Property Market Value)
- **New Property** –New improvements or additions to existing property on any parcel of real property that increased the assessed value of that real property. This is not subject to PTELL
- **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
- **Tax Cap** – The tax cap is a state law that limits property taxes extended to a maximum percentage increase over the prior year’s extension
- **Tax Extension** – Amount of tax revenue collected by the county on behalf of the district
- **Tax Levy** - The amount of money a school district requests to be raised from property tax
- **Tax Rate** –Percentage Applied to EAV to Calculate Tax Extension

Funding Sources



NOTE - EXCLUDES: DEBT SERVICE FUND




Timeline

- Levy adoption presentation will be today, November 10th, 2021 at the Board Meeting
- Adopt levy at the December board meeting
- File the adopted certificate of tax levy no later than the last Tuesday of December
- Extension process, receipt of levied revenues begin in Spring 2022

Levy - General Information

- **The final levy amount and related tax rate (or extension) is determined by the 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 the new construction.**



Levy - General Information (continued)

- ▶ **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 Cook County Clerk.**



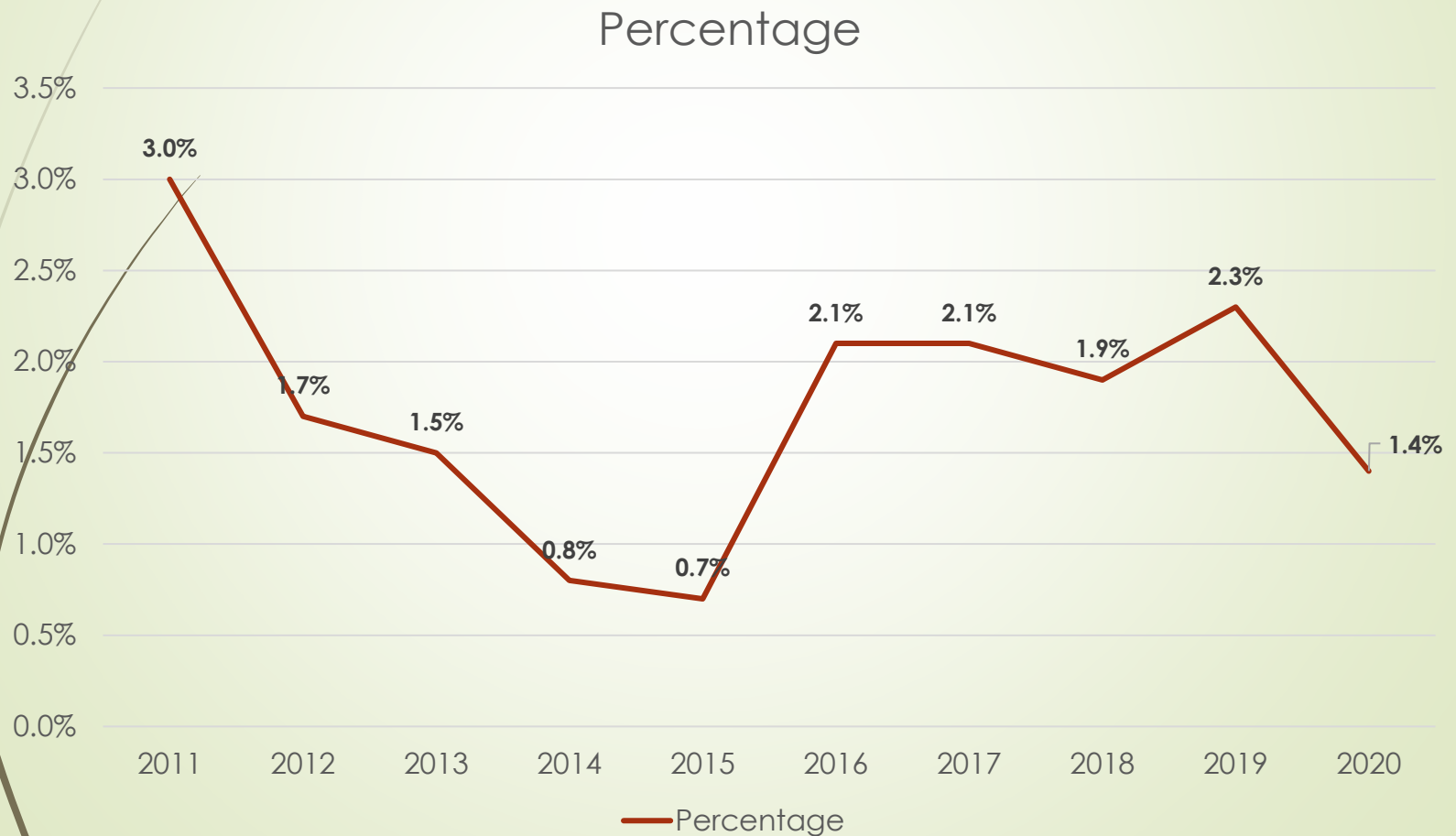
2021 Levy Statistics

- **Equalized Assessed Valuation of all property = \$2,199,687,908**
- **Prior Year Extension = \$40,987,437**
- **CPI = 1.40%**
- **New Property = 3 million**

Calculation (CONT.)

- In addition to getting tax revenue from existing property owners which grows at the rate of CPI (1.4%) and new construction, the district is also entitled to property tax from properties which were previously not paying taxes to the school district and were in a **TIF** (Tax Incremental Financing) District
- Morton HS will receive 55% of the prior year extension in Spring 2022 and the remaining 45% in the Fall of 2022
- Our Bond and Interest Levy is conducted by the county clerk based on the number of bond issues (3).

Percentage of change in DECEMBER CPI FOR THE LAST 10 YEARS





Expected Increase

- ▶ This levy represents a **4.99%** increase over last year's extension.
- ▶ The district always levies more than expected to account for any unforeseen increases in EAV or New Construction.

Summary

2020 Extension: 41.0 Million

2021 Levy: \$43.2 Million

Expected Extension: 41.8 Million