

SETTING THE 2022-23 TAX RATE

September 8, 2022

SETTING OF THE TAX RATE – VARIABLES

- ❖ **Timing:** the District projects a tax rate at budget time without knowing the final Assessed Valuation and Base Allocations of properties,
- ❖ In late August, the District received the final Assessed Valuations, and in September we received the Base Allocations from the Town of Islip.

ASSESSED VALUATION

This is the first year out of the last seven (7), that we have seen a modest DECREASE in our total Assessed Valuation. Homestead A/V increased by \$772,101 & Non-Homestead A/V decreased by \$1,208,987:

2022-2023:	281,116,423
2021-2022::	281,553,309
Increase	(436,886)

BASE ALLOCATIONS

There is also a shift in values from Homestead to Non-Homestead. This will have a positive effect on the Homestead Tax Rate, and a positive effect on the Homestead Tax Rate:

	<u>2022-2023</u>	<u>2021-2022</u>	
HOMESTEAD	75.69575	76.83573	- 0.01139
NON-HOMESTEAD	24.30425	23.16427	+ 0.01139

SCENARIO I

What would the 2022-23 actual tax rates be by applying the above A/V and Base Allocations:

<u>Tax Rate</u>	<u>Budget Time</u>	<u>Proposed Actual</u>
(H)	+ 1.72%	-0.12%
(NH)	+ 1.72%	+ 9.46%

RECOMMENDED SCENARIO:

Set the Homestead Tax Rate at - 0.12%

1. State Aid remains at current level(s);
2. 2022-23 Budget was developed at the maximum tax-levy limit amount;
3. The tax rates would be as follows:

<u>Tax Rate</u>	<u>Budget Time</u>	<u>Actual</u>
(H)	+ 1.72%	-0.12%
(NH)	+ 1.72%	+ 9.46%

**Tax levy would remain at \$61,883,366*