

2024 Property Tax Levy Presentation



**November 19, 2024
Board of Education Meeting**



Tax Levy Information

What is the difference between a tax levy and a tax extension?

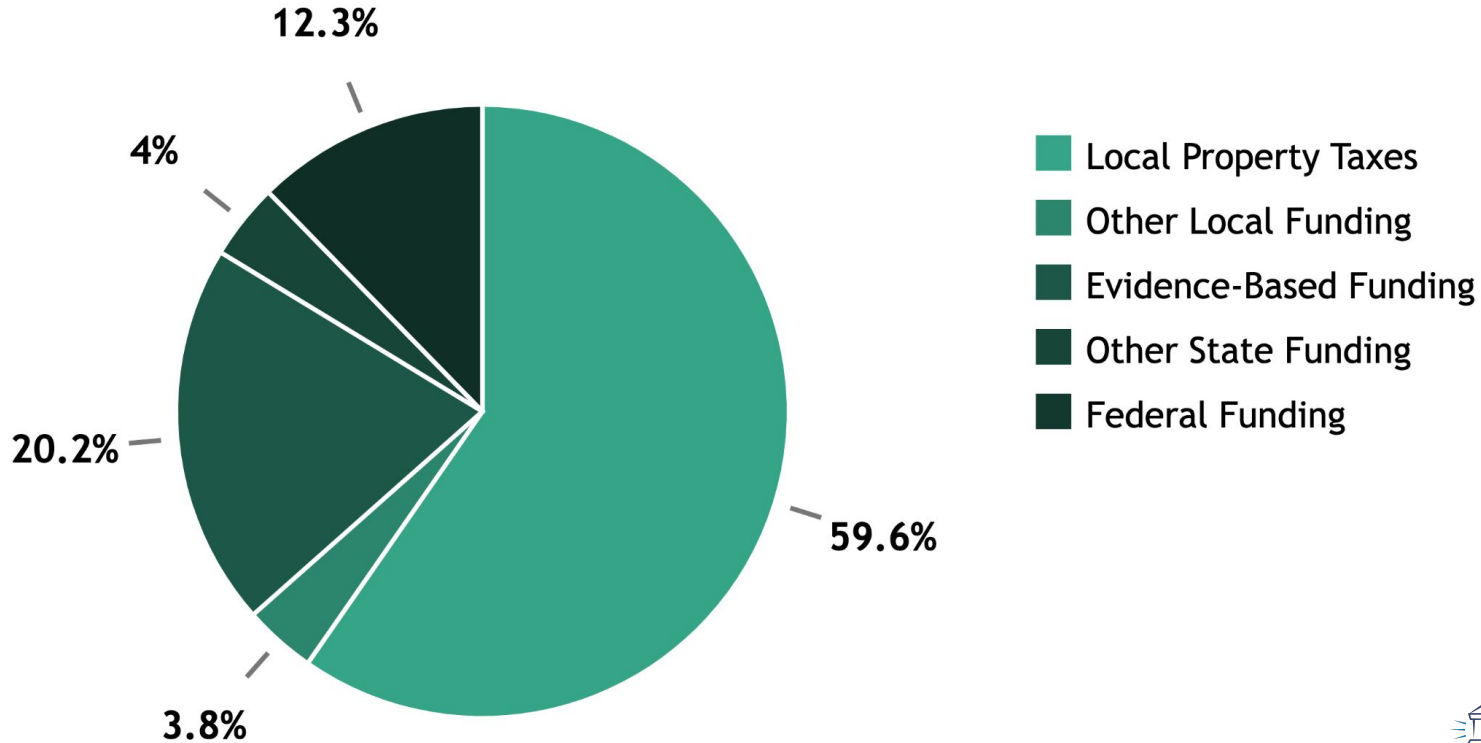
- A tax levy is the amount of money a school district requests to be raised from property taxes. A tax extension is the amount of money that a school district receives from property taxes.

Why are a tax levy and tax extension important?

- Most Illinois school district revenue comes from local property taxes.
- For tax-capped school districts, each tax extension is limited by its prior year tax extension plus inflation (CPI-U) or 5%, whichever is less.



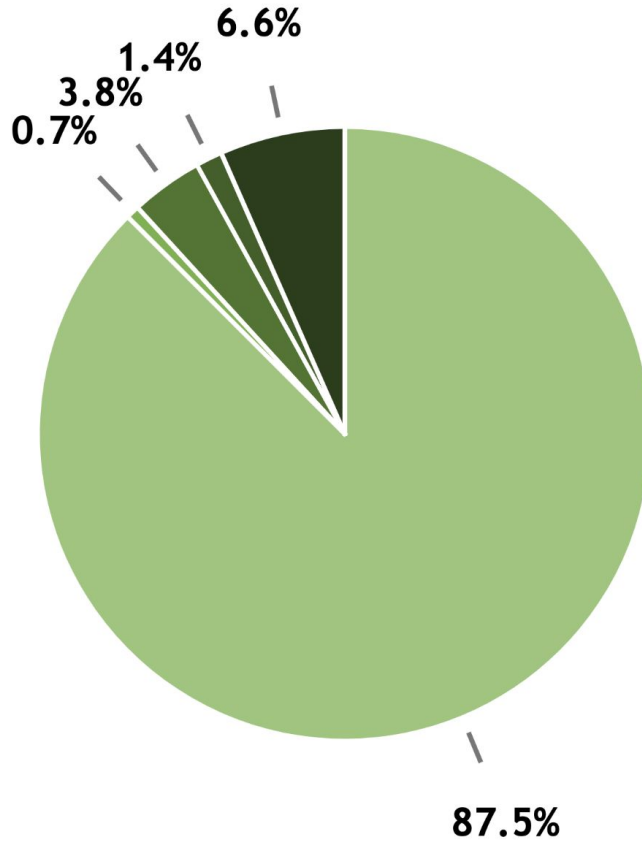
Illinois School District Averages - Revenue Percentages (FY 2022)



Source: [Illinois School District Report Card](#)



District Financial Information - Revenue Percentages (FY 2022)



\$88 M

- Local Property Taxes
- Other Local Funding
- Evidence-Based Funding
- Other State Funding
- Federal Funding

Source: [Illinois School District Report Card](#)



Tax Levy Information

What is the Property Tax Extension Limitation Law (PTELL)?

- Each tax extension is limited by the prior year's tax extension multiplied by the December Consumer Price Index for all Urban Consumers (CPI-U) or 5%, whichever is less, for the preceding calendar year. PTELL is also known as a "tax cap."

Does new property count against the tax cap?

- No, new property is added to the tax rolls after the "limiting rate" is calculated. Thus, new property provides additional revenue in excess of the tax cap.



Public Act 102-0895

North Shore School District 112 Summary of Cash & Investments June 30, 2024

The District funds its Alternate Revenue Bond payments (approximately \$3.9 million per year) from its Operations & Maintenance Fund.

	Cash & Investments June 30, 2024	% of Total	Cash & Investments May 31, 2024	Monthly Change in Cash & Investments		Cash & Investments June 30, 2023	% of Total	Annual Change in Cash & Investments
10 Education	\$ 90,001,829.00	63%	\$ 63,515,054.13	\$ 26,486,774.87		\$ 79,584,261.00	49%	\$ 10,417,568.00
20 Operations and Maintenance	\$ 11,146,183.00	8%	\$ 6,809,288.69	\$ 4,336,894.31		\$ 10,346,778.00	6%	\$ 799,405.00
30 Debt Service	\$ 4,435,206.00	3%	\$ 826,373.52	\$ 3,608,832.48		\$ 4,007,246.00	2%	\$ 427,960.00
40 Transportation	\$ 4,948,390.00	3%	\$ 3,667,822.77	\$ 1,280,567.23		\$ 4,505,971.00	3%	\$ 442,419.00
50 Municipal Retirement	\$ 3,641,994.00	3%	\$ 3,847,855.32	\$ (205,861.32)		\$ 3,894,421.00	2%	\$ (252,427.00)
60 Capital Projects	\$ 24,727,728.00	17%	\$ 28,097,373.27	\$ (3,369,645.27)		\$ 55,026,127.00	34%	\$ (30,298,399.00)
70 Working Cash	\$ 3,683,713.00	3%	\$ 5,481,824.96	\$ (1,798,111.96)		\$ 3,316,219.00	2%	\$ 367,494.00
Total District Funds	\$ 142,585,043.00	100%	\$ 112,245,592.66	\$ 30,339,450.34		\$ 160,681,023.00	100%	\$ (18,095,980.00)
99 Student Activity	\$ 228,768.00	0%	\$ 247,385.60	\$ (18,617.60)		\$ 217,093.00	0%	\$ 11,675.00
Total All Funds	\$ 142,813,811.00	100%	\$ 112,492,978.26	\$ 30,320,832.74		\$ 160,898,116.00	100%	\$ (18,084,305.00)

**Please note that the District is reporting cash and investments on a cost basis.

Public Act 103-0394 (Version 1, Based on ISBE Guidance)

Fund	Prior 3-Years' Average Direct Expenditures*	FY24 Cash Balance	Cash Balance as a Percentage of Annual Spending
Education	\$68,164,221	\$90,001,829	1.32
Operations & Maintenance	\$11,267,629	\$11,146,183	0.99
Transportation	\$5,219,660	\$4,948,390	0.95
Grand Totals	\$84,651,511	\$106,096,402	1.25

*Excludes required transfers to Debt Service and Capital Projects

Must be less than 2.5 times



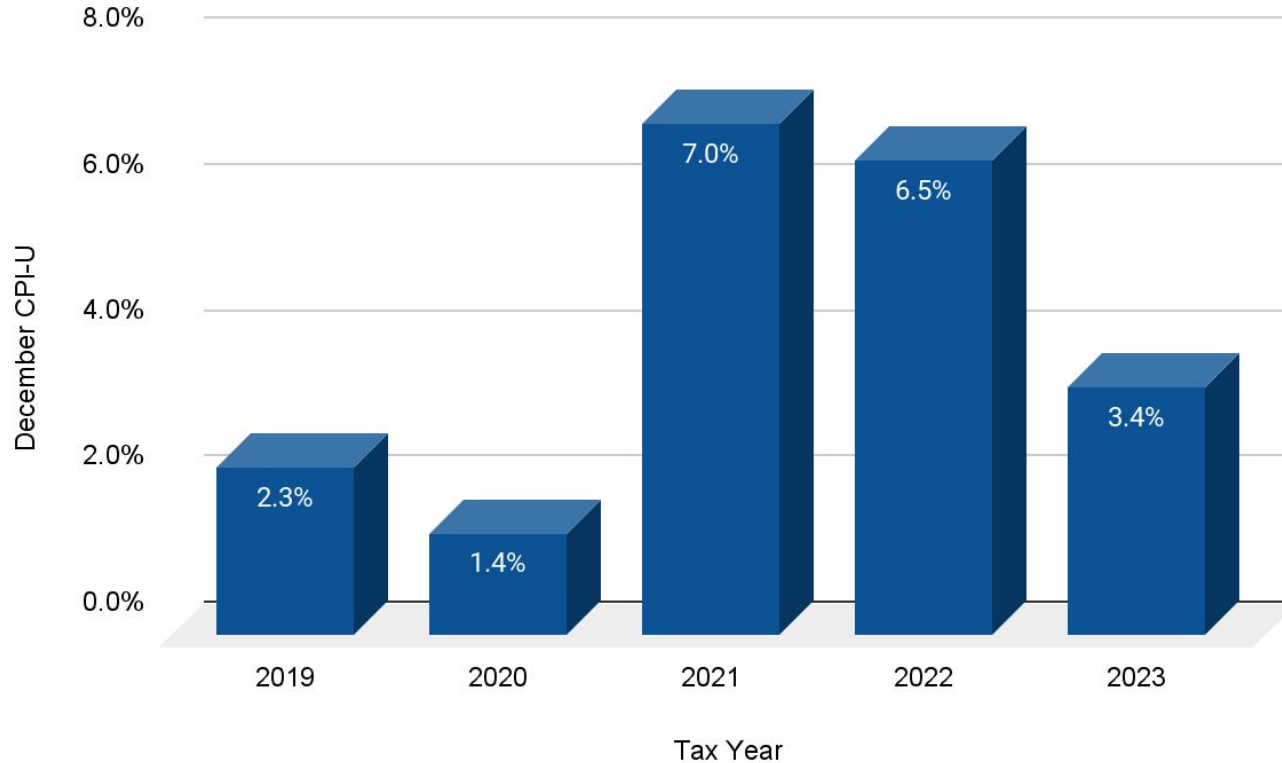
Public Act 103-0394 (Version 2, Based on *Miller* & Court Cases)

Fund	Prior 3-Years' Average Expenditures & Transfers Out	Current Assets per AFR	Current Assets as a Percentage of Annual Spending
Education	\$71,636,584	\$127,138,525	1.77
Operations & Maintenance	\$17,537,338	\$17,401,405	0.99
Transportation	\$5,219,660	\$6,843,044	1.31
Grand Totals	\$94,393,582	\$151,382,974	1.60

Must be less than 2.5 times



CPI - Historical



Levy Process Flow

CPI 3.4%
December 2023



Levy Hearing
Fall 2024



Fiscal Year
July 2025 –
June 2026



Receipts
May - September
2025



#112LEADS

E31112: NORTH SHORE SCHOOL DISTRICT #112

Tax Year: 2024

Parcel Count: 14,024

Assessed Value (AV):		3,148,668,398
Homestead Impv Exmpt:	-	3,976,811
Disabled Vet Homestead Exmpt:	-	0
Pre-State Multiplier AV:		3,144,691,587
State Multiplier:	x	100%
Post-State Multiplier AV:		3,144,691,587
Farm AV:	+	3,864
Pollution Control AV:	+	0
Railroad AV:	+	4,316,744
General Homestead Exmpt:	-	73,744,000
Senior Homestead Exmpt:	-	24,131,323
Senior Freeze Exmpt:	-	550,499
Returning Vet Exmpt:	-	0
Disabled Vet Standard Exmpt:	-	6,957,274
Disabled Person Exmpt:	-	56,000
Natural Disaster Exmpt:	-	0
EAV incl. <150 AV PINs:		3,043,573,099

EAV w/out <150 AV PINs:	3,043,568,107
TIF Increment:	- 52,013,623

District Taxable EAV (incl. new const.):	2,991,554,484
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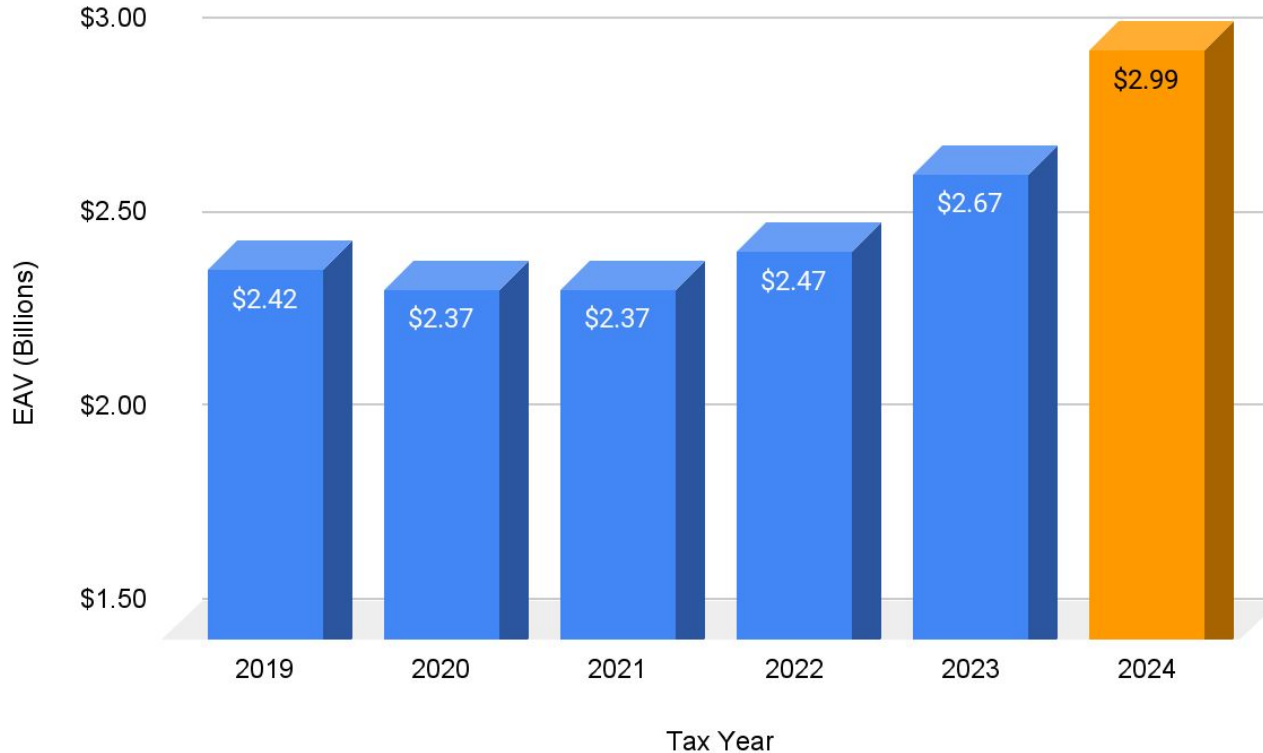
New Const. incl. in TIF Increment:	0
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New Const. incl. in District Taxable EAV:	21,567,147
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#112LEADS

D112 EAV - Historical & One Year Estimated



New Property - Historical & One Year Estimated



#112LEADS

Levy Comparison

Prior Year, Current Request, & Anticipated Extension

Fund	Actual Prior Year Extension	Recommended Levy Request	Levy Request % Increase	Est. Current Year Extension	\$ Change from Prior Year	% Change from Prior Year
Education	\$69,406,081	\$72,777,100	4.86%	\$72,287,030	\$2,880,949	4.15%
Operations & Maintenance	\$12,149,544	\$12,739,600	4.86%	\$12,653,854	\$504,310	4.15%
Transportation	\$3,681,981	\$3,860,800	4.86%	\$3,834,815	\$152,834	4.15%
Working Cash	\$210,412	\$220,600	4.84%	\$219,146	\$8,734	4.15%
Special Education	\$799,539	\$838,400	4.86%	\$832,726	\$33,188	4.15%
Subtotal Capped Funds	\$86,247,557	\$90,436,500	4.86%	\$89,827,571	\$3,580,015	4.15%
Prior Year Recapture	\$656,699	N/A	N/A	\$656,699	\$0	0.00%
Referendum Debt Service	\$8,228,428	N/A	N/A	\$8,228,428	\$0	0.00%
Total Levy/Extension	\$95,132,683	\$90,436,500	N/A	\$98,712,698	\$3,580,015	3.76%

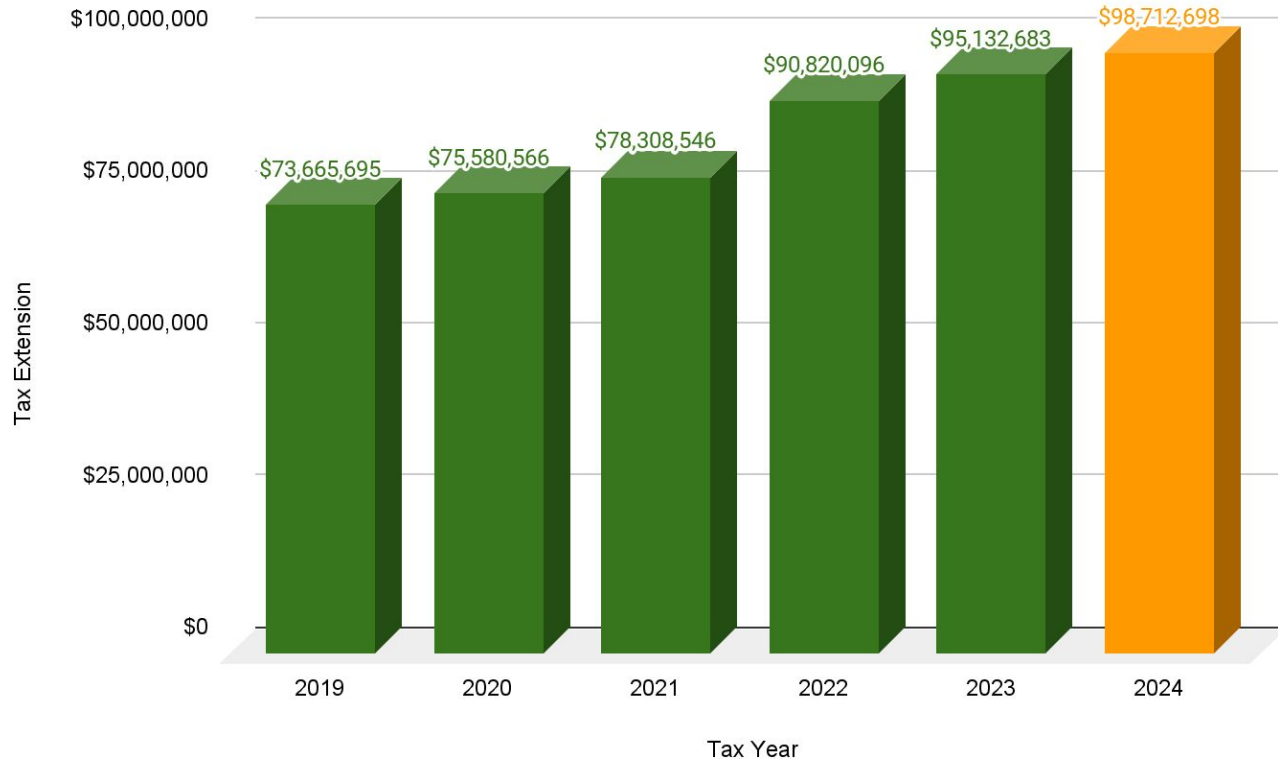
Tax Levy Information

$$\text{Tax Rate} = \frac{\text{Tax Extension}}{\text{EAV}}$$

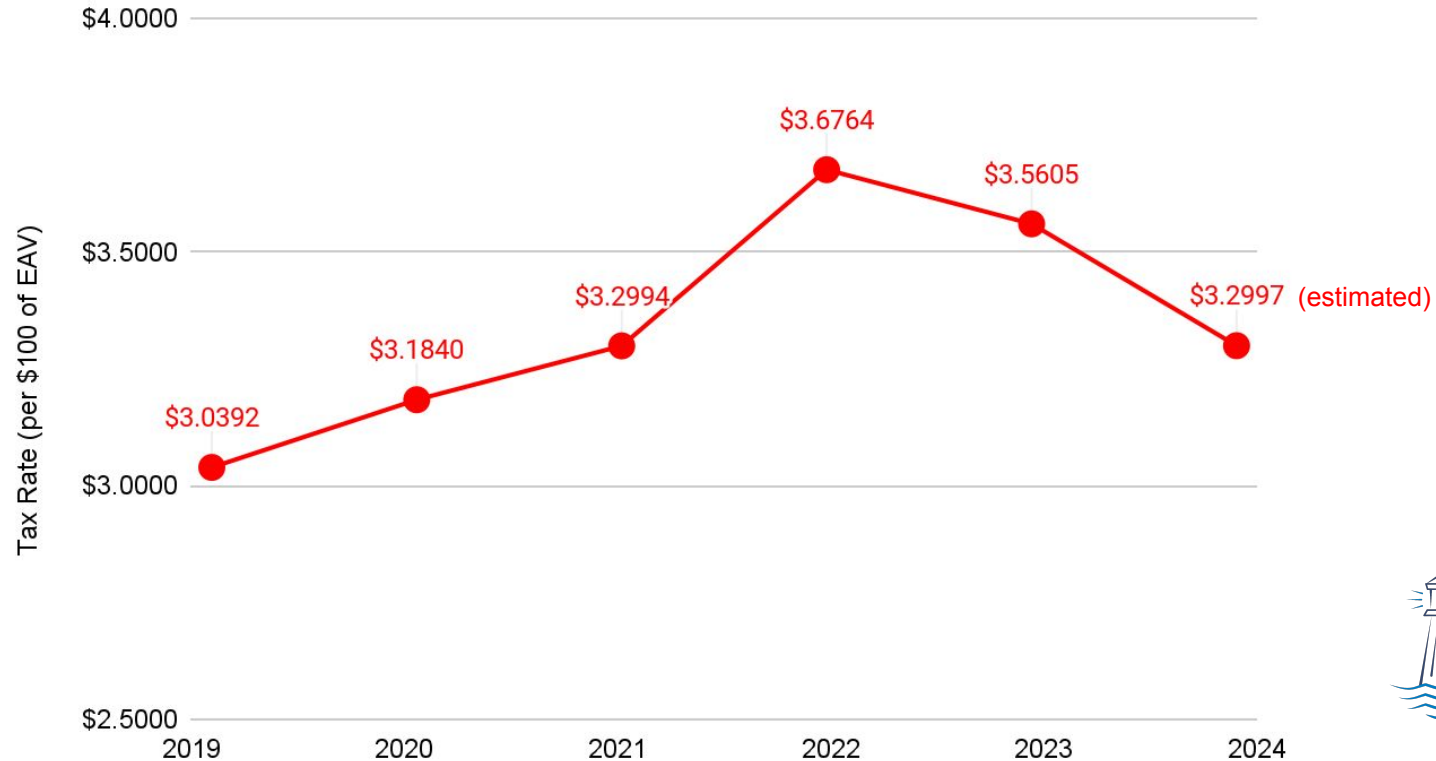
EAV = Equalized Assessed Valuation (D112 property values)



Tax Extension - Historical & One Year Estimated



Tax Rate - Historical & One Year Estimated



Why is NSSD 112 Requesting an Increased Levy?

- District 112 has 2 more schools to bid out for Phase 2. We have over \$95 million in estimated costs to pay in the future.
- Inflation (CPI-U) is was 3.4% over the 2023 calendar year. This levy will help the District keep up with inflation. The District has maintained its educational programming, so more money is needed to operate our programs, given our contractual raises.



Increasing Costs & Other Considerations

- Contracts/Costs increasing at 3.4% or more:
 - NSEA (Certified) Employment Contract (5.6%)
 - NSSSA (Classified) Employment Contract (5.4%)
 - First Student Transportation (3.4%)
 - ABM Custodial Services (7.9%)
 - Property/Casualty Insurance (4.1%)
 - Worker's Compensation (21.3%)
- Other Considerations:
 - NSSD 112 has \$95.6 million in expenditures left for Phase 2
 - Phase 3



What does this mean for an individual taxpayer?

Fair Cash Value of House:	\$650,000
EAV of House ($\frac{1}{3}$ of Fair Cash Value):	\$216,667
2023 D112 Tax Rate:	\$3.5605 per \$100 of EAV
Estimated 2024 Increase:	3.40%
2023 D112 Taxes Paid:	(\$7,714.40)
Estimated 2024 D112 Taxes:	\$7,976.69
Estimated 2024 Increase:	\$262.29*



*Estimated tax increase is \$21.86 per month for a \$650,000 house



Levy Timeline

- ~~● Approve an estimated tax levy on October 22, 2024.~~
- ~~● Publish the required Truth in Taxation notice in The Highland Park News in November.~~
- Hold a public hearing and approve the 2024 final tax levy on November 19, 2024.
- File the 2024 adopted certificate of tax levy no later than the last Tuesday of December in 2024 (December 31st).



Key Takeaways

- Administration recommends taking the full tax levy allowable under the tax caps.
- NSSD 112's operating surpluses are necessary to be able to finance Phase 3 and maintain our 25% fund balance minimum.



ANY QUESTIONS?

