



# 2023 Levy Discussion

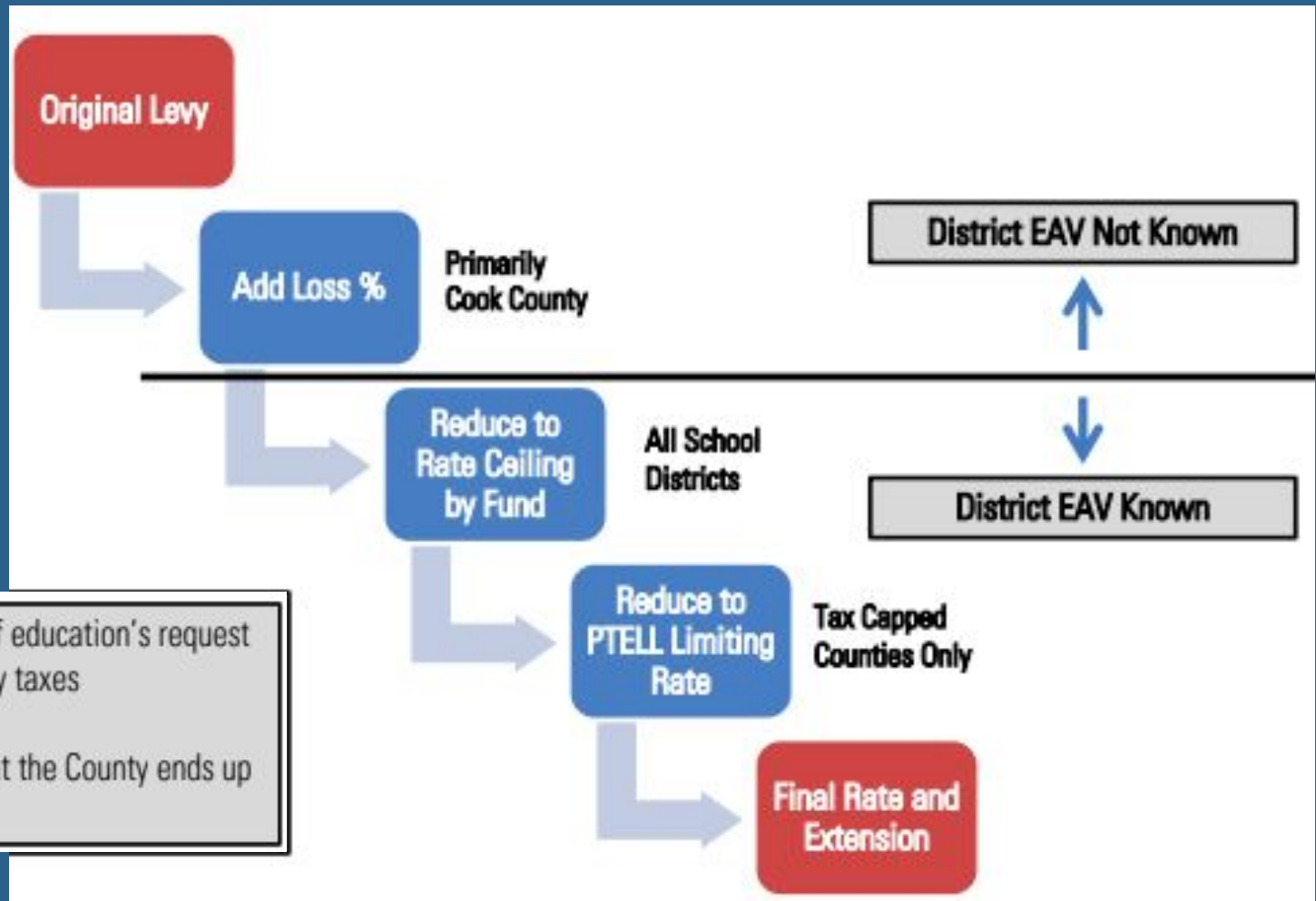
Board of Education  
Discussion/Public Hearing  
November 13, 2023



# Levy versus Extension

- **Tax Levy:** The amount of money a school district requests from property tax.
- **Extension:** The amount of money the district receives from the property tax.
- **PTELL (Property Tax Extension Limitation Law)** 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.
- **EAV (Equalized Assessed Valuation):** The term EAV refers to the assessed value of all taxable real estate in the district.
- **The actual tax rate (or extension) is determined by the county clerk's office based on the requested amounts, after applying PTELL reductions (tax cap law).**

# The Levy Process



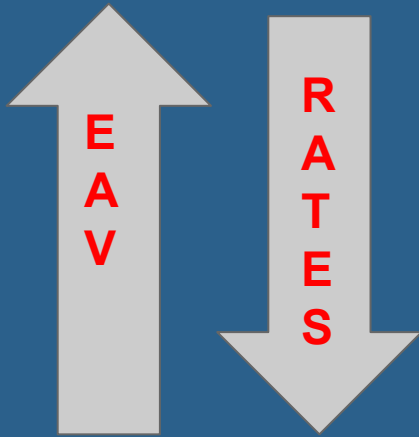
The **LEVY** is the board of education's request to the county for property taxes

The **EXTENSION** is what the County ends up putting on the tax bills

# 2022 Extension

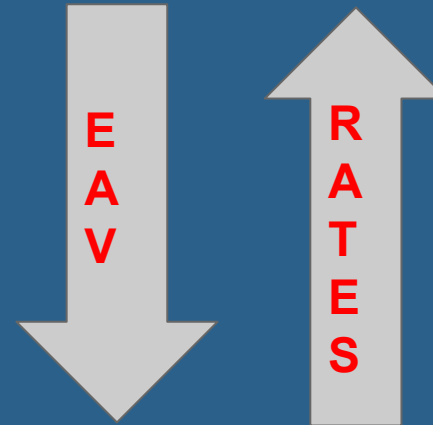
- **2022 Estimated Extension**
  - \$96,980,003 excluding bond and interest
  - \$102,228,743 including bond and interest
- **2022 Cook County Equalizer**
  - 2.9237%
- **2022 CPI used for PTELL calculations**
  - 5.0%

# EAVs and Tax Rates

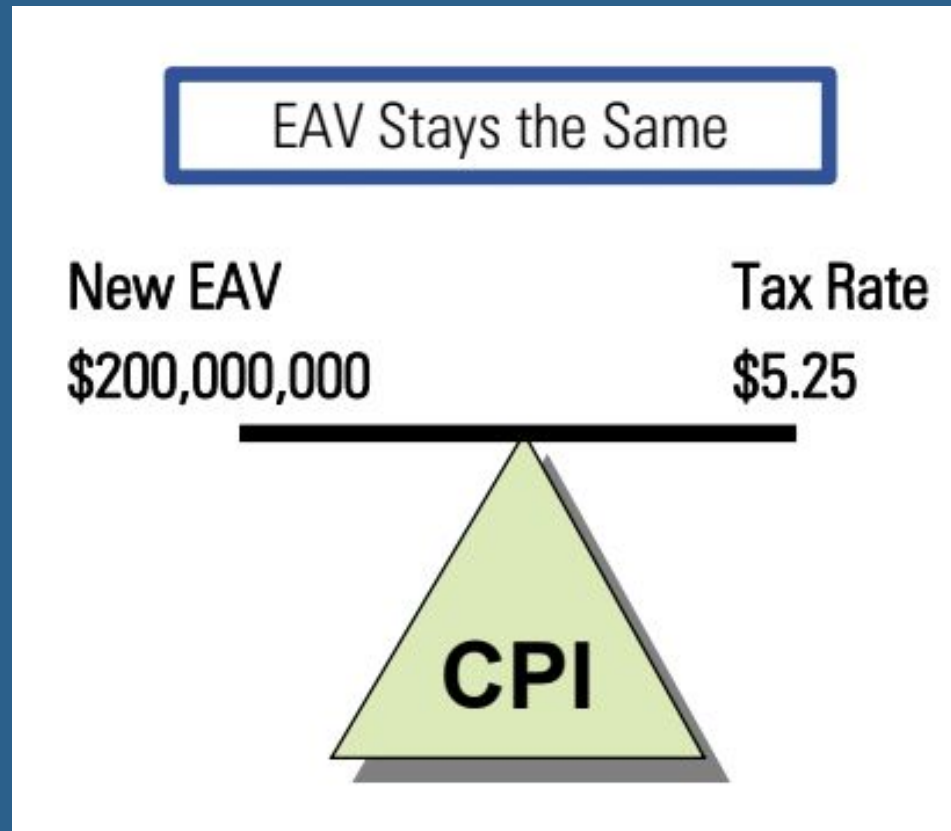


**EAVs Up, Rates Down**

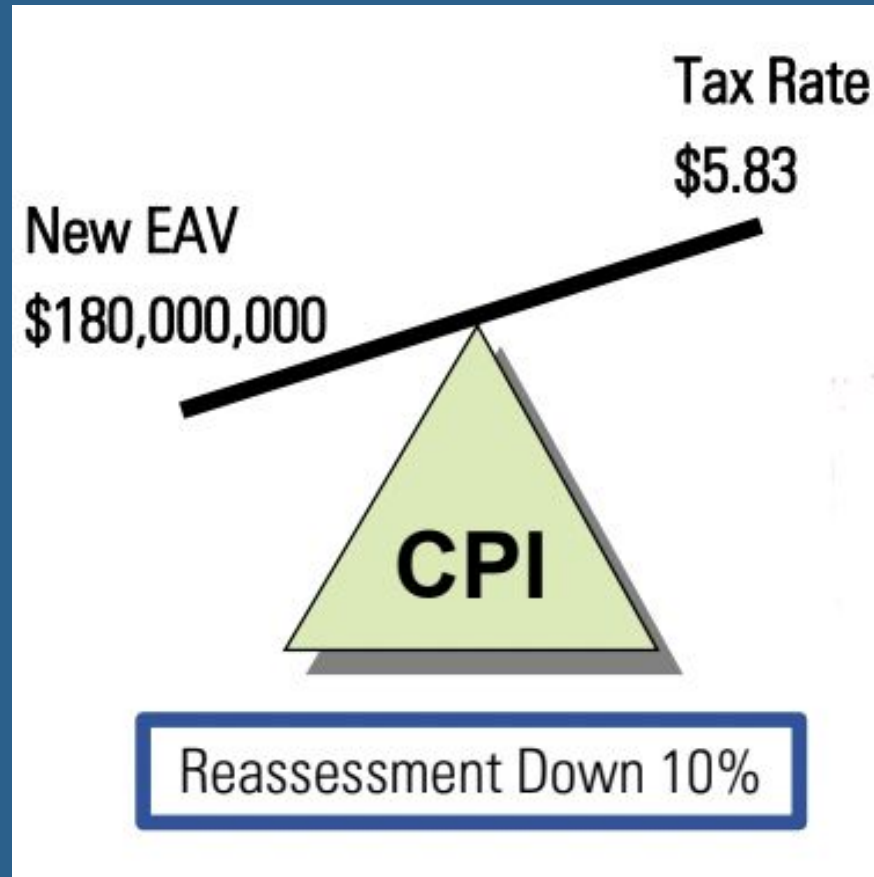
**EAVs Down, Rates Up**



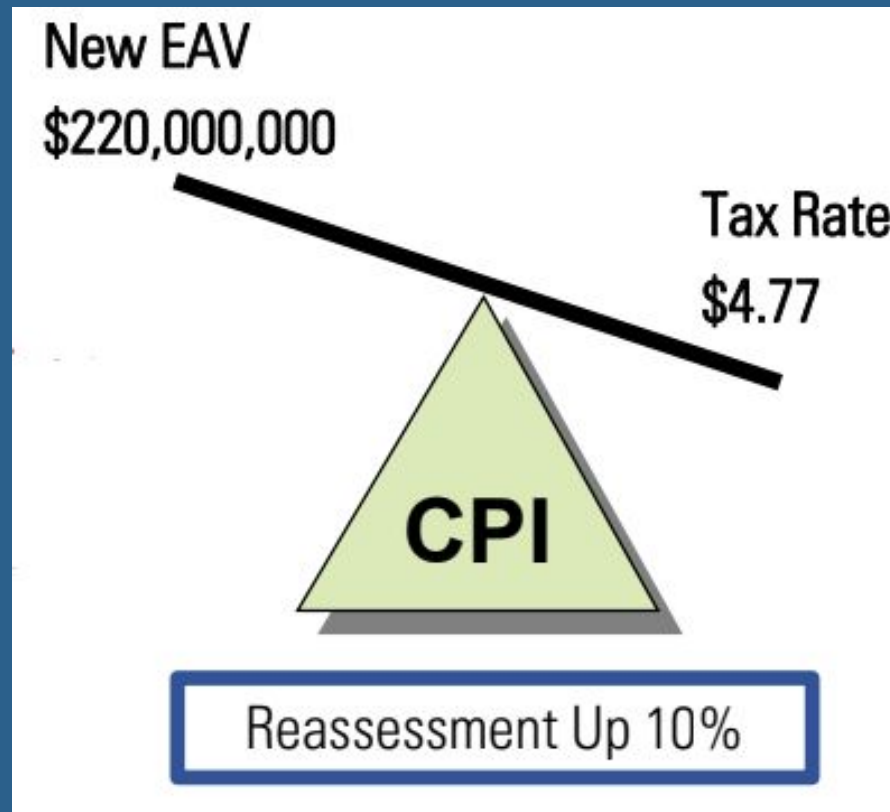
# EAVs and Tax Rates



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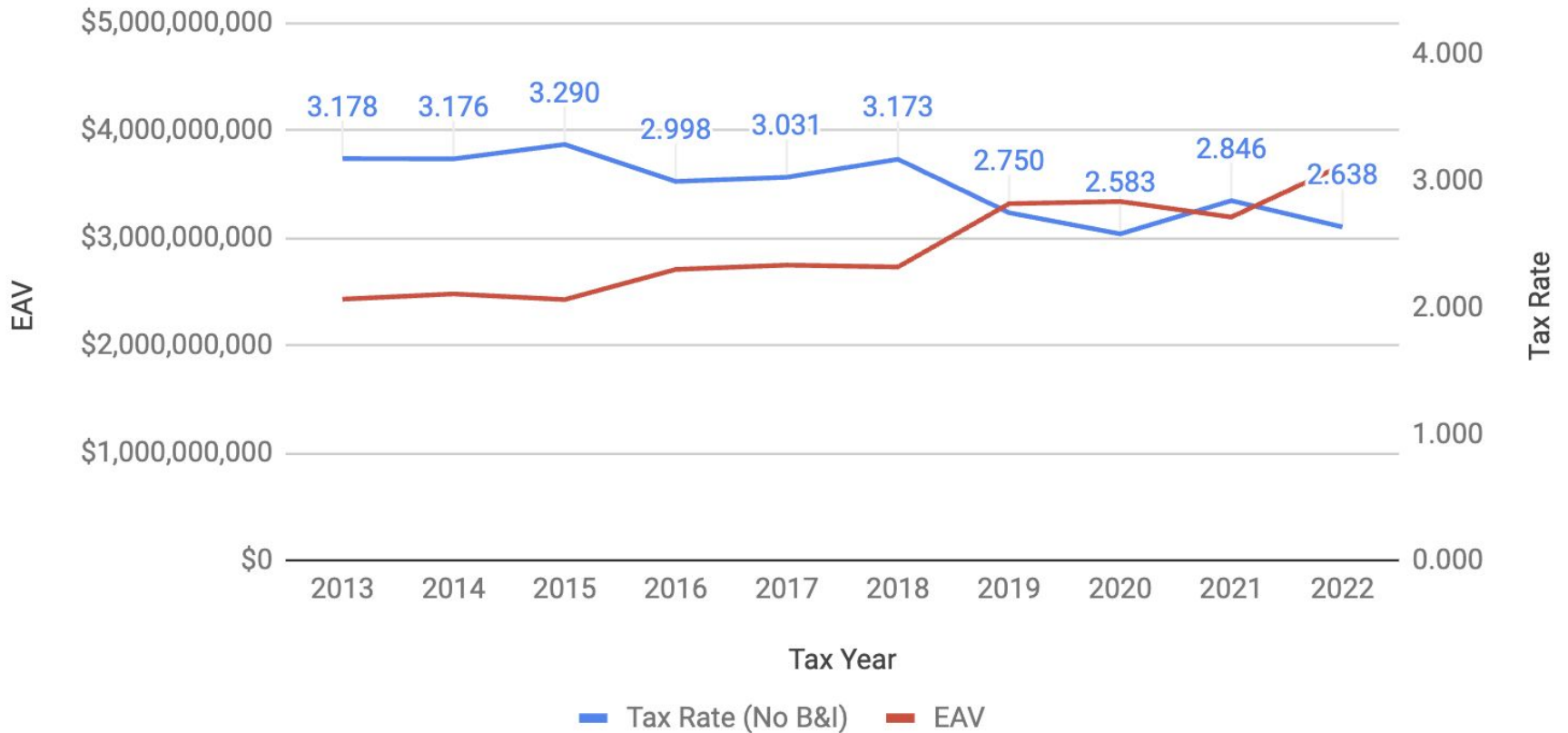
# EAVs and Tax Rates





# Historical EAVs and Tax Rates

## EAV's and Tax Rate

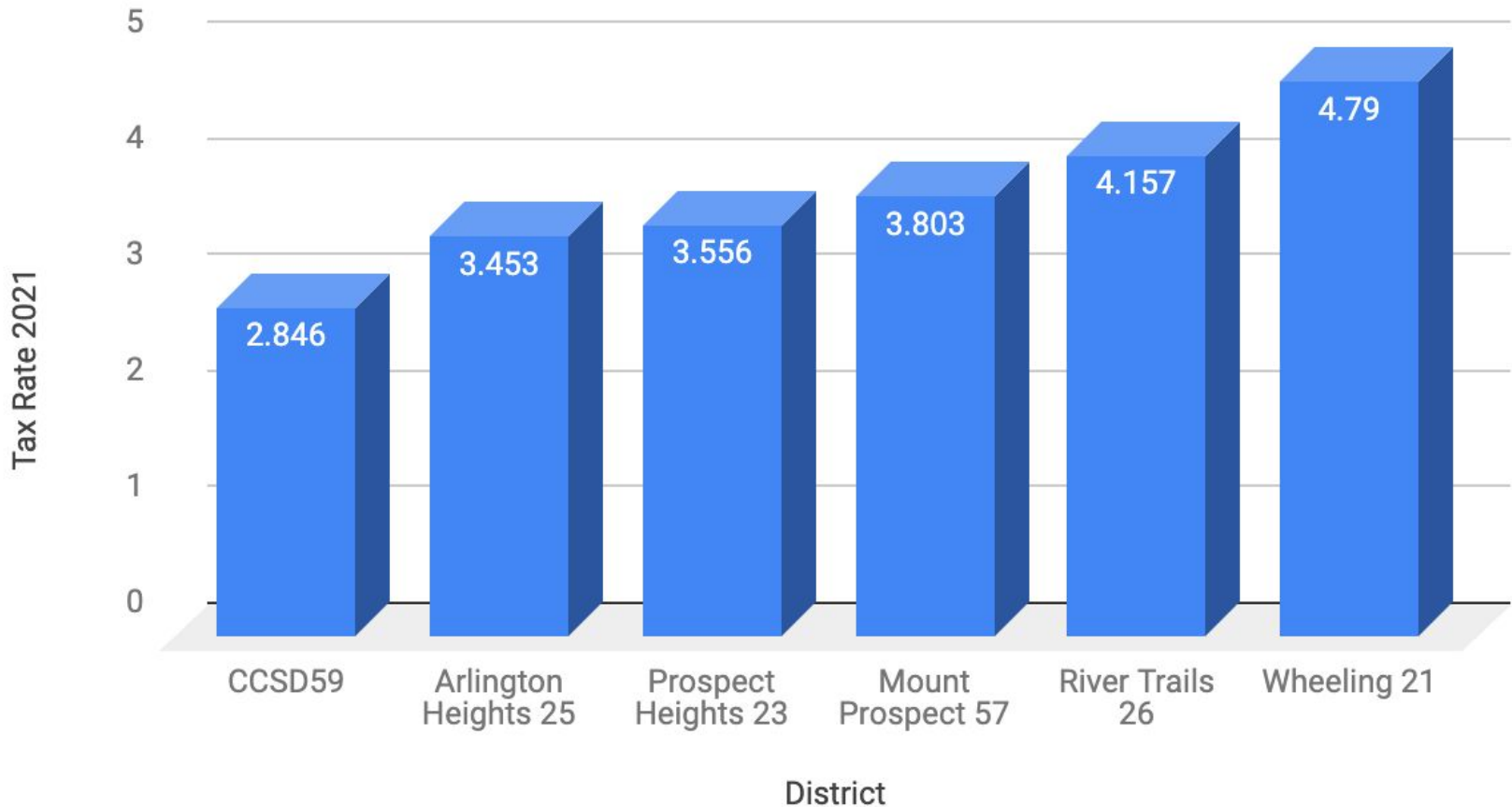


# FY23 Commercial/Industrial vs. Residential

	FY11 EAV %	FY20 EAV %	Cook Co. Avg
Residential	38.7%	36.6%	64.2%
Commercial and Industrial	61.3%	63.3%	35.5%

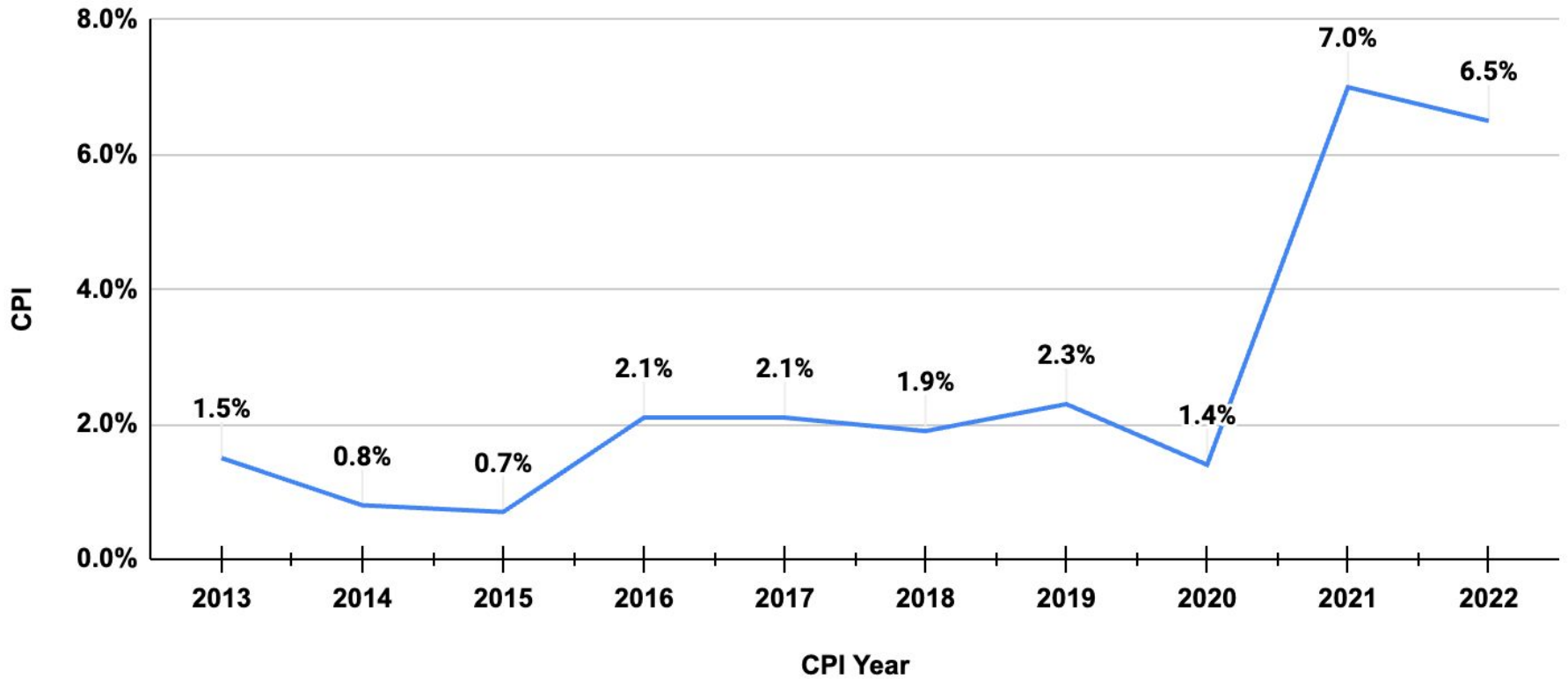
# 2021 Tax Rate Comparison (Excludes B&I)

Tax Rate 2021 vs. District



# 2022 CPI

## CPI Over Time



# 2023 Levy Timeline

- Oct. 9, 2023: Resolution authorizing the preparation of the Levy and set the date for the public hearing
- Nov. 13, 2023: Public Hearing
  - Notification of public hearing is published in the newspaper not more than 14 nor less than 7 days prior to action if Truth in Taxation is in effect
- Dec. 11, 2023: Adoption of the Levy and Resolution authorizing which Levy to reduce if exceeds tax cap
- Dec. 26, 2023: Last day Levy filed with County Clerk
  - Must be prior to last Tuesday in December unless it's a holiday

# Tax Bill Information

- Cook County estimates the first tax bill at 55% of the prior year (due usually March 1)
- Cook County assigns the remaining levy (once determined) to the final bill, which is due based on when the assessment process is completed
- There will be a likely impact of high inflation and historic labor shortages on labor costs
- Recent strong fiscal performance is partially due to savings tied to school closings during COVID

# 2023 Tax Levy Considerations

- Tax Cap Limiting Rate Calculations:
  - Levy more than the anticipated tax amount (extension) or else District loses out on funding
  - Funding disappears forever
  - This is the unintended consequence of the tax cap law
- Unknowns:
  - 2023 New Property
  - Tax Rate = Levy/EAV

# Proposed 2023 Tax Levy Summary

	Prior Year Extension	Levy (Ask) Amount
Educational	\$84,955,291	\$89,482,714
Operations & Maintenance	\$3,088,288	\$3,242,703
Transportation	\$5,114,220	\$5,369,931
Municipal Retirement	\$1,422,054	\$1,300,000
Social Security	\$1,320,479	\$1,300,000
Special Education	\$1,079,671	\$1,133,655
<b>Capped Extension</b>	<b>\$96,980,003</b>	<b>\$101,829,003</b>
<b>Bond &amp; Interest Extension</b>	<b>\$5,248,740</b>	<b>\$4,998,800</b>



# Proposed 2023 Levy Summary

- Estimating EAV to be a 30% change - inflation and reassessments
- CPI is 5%
- Estimated EAV is \$4,779,427,407
- Proposed levy (ask) is 5.0% more than the prior year's extension excluding debt service costs
- Including estimated debt service costs, proposed levy is 4.50% more than prior year's extension
- Tax cap reduction will still be applied to Operations & Maintenance Fund

