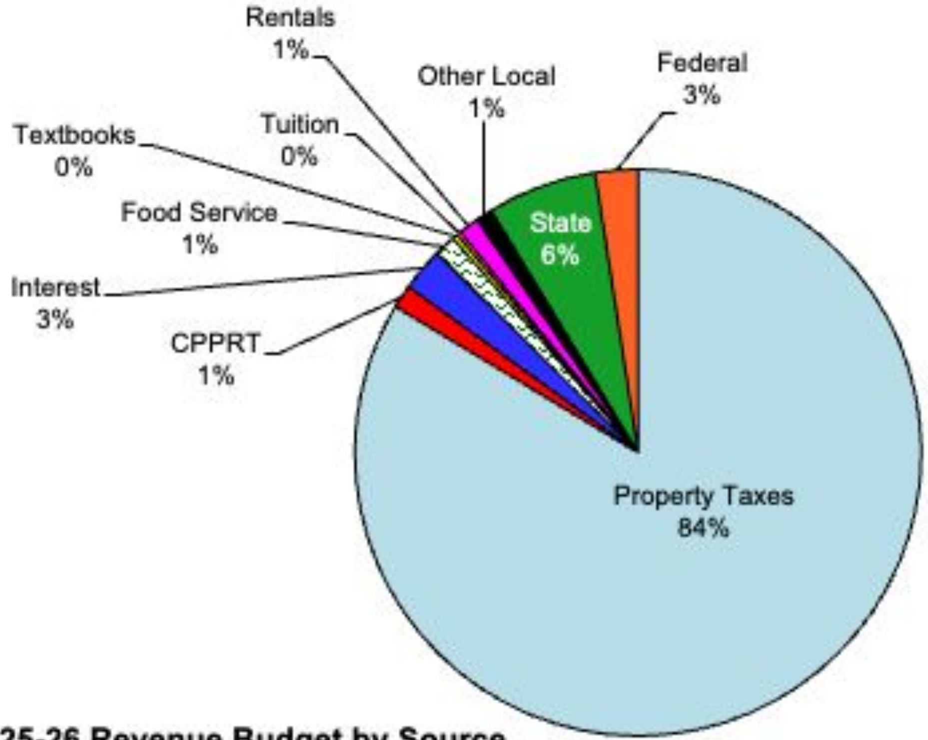
PRESENTATION OF THE 2025 TENTATIVE TAX LEVY

By: Stacey Mallek, Asst Supt for Business/CSBO
Date: November 11, 2025

District Revenue Sources



2025-26 Revenue Budget by Source

Public Act 103-0394 Report

ARLINGTON HEIGHTS SCHOOL DISTRICT 25

Annual Expenditures (excl State On-Behalf)				
Operational Funds	**2022/23 AFR**	**2023/24**	**2024/25 (unaudited)**	**3-Year Average**
Education Fund (10)	67,044,359	71,716,591	78,036,988	*72,265,979*
O&M Fund (20)	4,958,241	5,889,038	6,559,341	*5,802,207*
Transportation Fund (40)	2,937,265	3,875,530	4,147,118	*3,653,304*
Total	74,939,865	81,481,159	88,743,447	81,721,490

Unaudited Fund Balances - June 30, 2025	
Operational Funds	**Fund Balance**
Education (10)	42,625,380
O&M (20)	3,383,535
Transportation (40)	1,018,081
Total	**47,026,996**

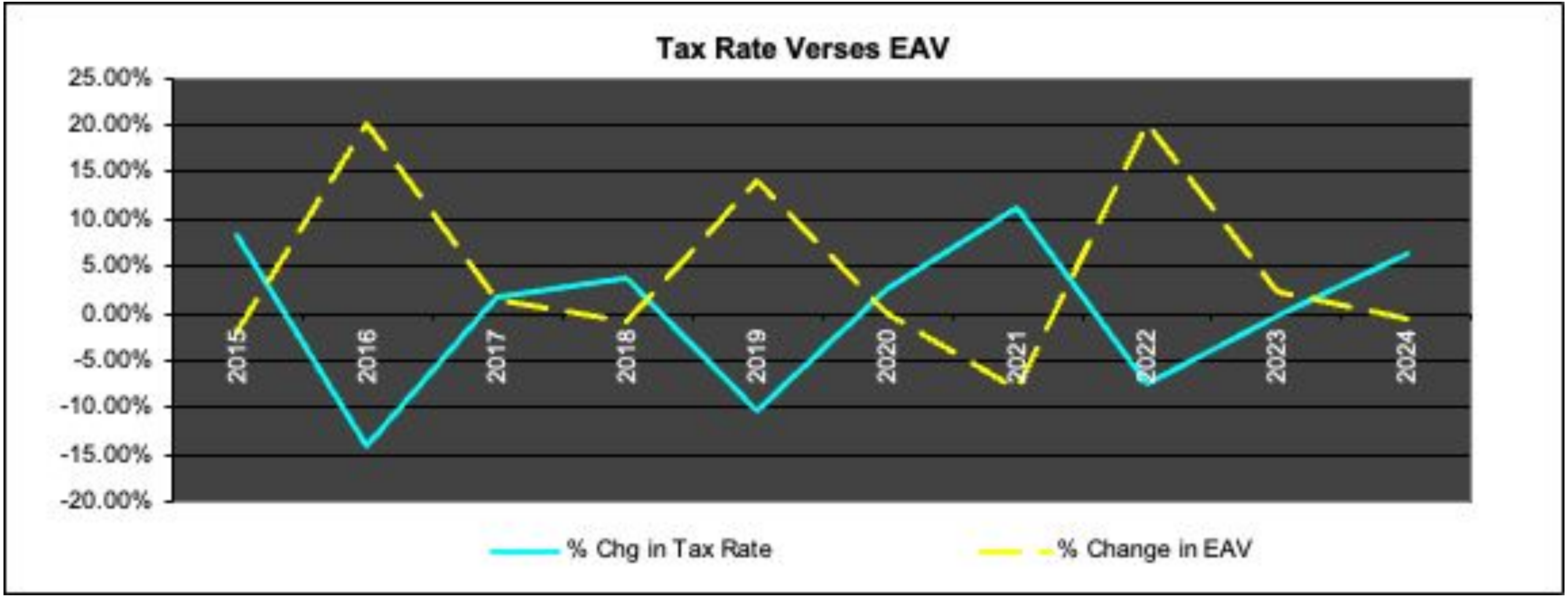
Fund Balance/ Average Expense	
Operational Fund Balance (06/30/25)	47,026,996
Three-Year Expense Average	81,721,490
Fund Balance/Average Expense	**57.55%**

Tax Extension verses Levy

Tax Levy
The amount of money a school district submits to the County Clerk to be raised from property taxes.

Tax Extension
The amount of money the County Clerk puts on the property tax bills. The extension is limited to the prior year tax extension dollar amount plus inflation (CPI-U) or 5%, whichever is less.

The County clerk generates tax bills that proportions the final tax extension to all property owners based on their property value percentage of the total property value in the district. Property values are determined by township or county assessors. Changes in assessed values and changes in property tax exemptions can play a large role in determining final property tax bills. Some property owners may see a smaller increase or a decrease in their tax bill, while others may see a larger increase depending on each homeowner's property value relative to all other property values.



$$\frac{\text{School District Tax Extension \$}}{\text{Total EAV}} = \text{Tax Rate}$$

Historical EAV and CPI

	Tax Year	Growth	New Growth	Change in Assessment**	% Change	Total Change in EAV	% Change in EAV	EAV	CPI	% Change
	2015	9,894,861	0.6%	(42,010,568)	-2.7%	(32,115,707)	-2.1%	1,533,912,529	0.8%	-46.7%
*	2016	10,272,686	0.7%	298,601,392	19.5%	308,874,078	20.1%	1,842,786,607	0.7%	-12.5%
	2017	13,176,620	0.7%	14,719,581	0.8%	27,896,201	1.5%	1,870,682,808	2.1%	200.0%
	2018	14,172,273	0.8%	(30,613,245)	-1.6%	(16,440,972)	-0.9%	1,854,241,836	2.1%	0.0%
*	2019	12,209,746	0.7%	247,650,192	13.4%	259,859,938	14.0%	2,114,101,774	1.9%	-9.5%
	2020	13,491,266	0.6%	(12,160,404)	-0.58%	1,330,862	0.1%	2,115,432,636	2.3%	21.1%
	2021	6,113,467	0.3%	(173,959,337)	-8.2%	(167,845,870)	-7.9%	1,947,586,766	1.4%	-39.1%
*	2022	11,997,745	0.6%	380,913,093	19.56%	392,910,838	20.2%	2,340,497,604	5.0%	257.1%
	2023	4,192,890	0.2%	52,966,317	2.26%	57,159,207	2.4%	2,397,656,811	5.0%	0.0%
	2024	10,894,020	0.5%	(25,296,307)	-1.1%	(14,402,287)	-0.6%	2,383,254,524	3.4%	-32.0%

2024 Recap (3.4% CPI and 0.5% new growth)

	2024 Tentative Levy	2024 Projected Actual Extension	2024 Actual Extension
IMRF	740,000	734,236	732,517
Social Security	1,290,000	1,279,952	1,276,948
Liability Insurance (TORT)	930,000	922,756	920,604
Transportation	2,490,000	2,470,604	2,464,833
Education	66,000,000	65,485,899	65,332,633
Building	5,300,000	5,258,716	5,246,401
Working Cash Funds	-	-	
Life Safety	26,000	25,797	25,739
Special Education	1,600,000	1,587,537	1,583,816
Lease	-		
TOTAL-Limited Funds	**78,376,000**	**77,765,497**	**77,583,491**
% Change from PY Actual	***4.96%***	***4.14%***	***3.89%***
Levy Adjustment PA 102-0519			
Bond & Interest	9,449,250	9,449,250	9,449,247
Total-All Funds	**87,825,250**	**87,214,747**	**87,032,738**
EAV	2,421,633,379	2,366,487,272	2,383,254,524
% EAV Change from PY Actual	***1.00%***	***-1.30%***	***-0.60%***

2024 Total Extension	$87,032,738
2023 Total Extension	$82,224,981
Total Increase	$4,807,757
Total % increase	5.8%

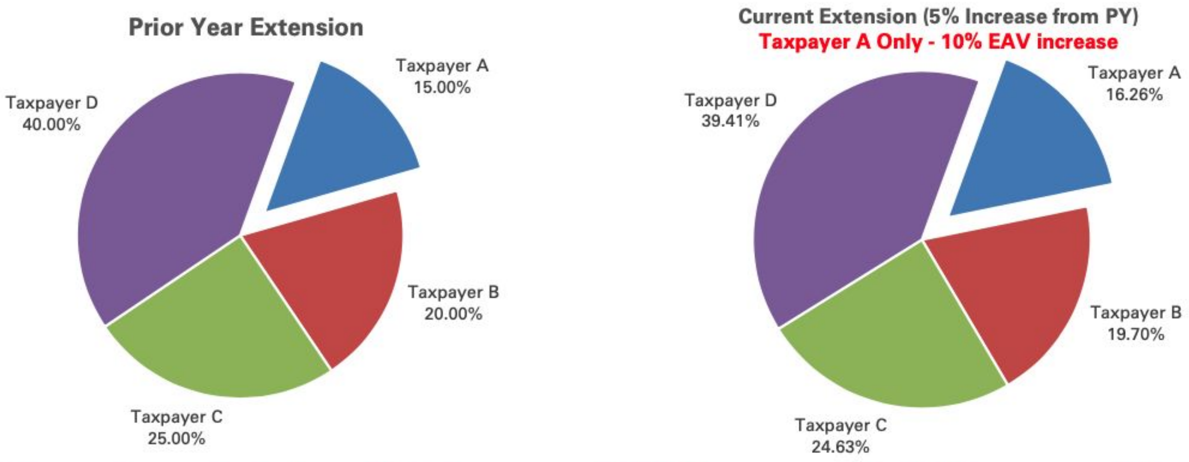
Board abated $1.9M in 2023, so actual total increase for 2024 is higher

D25 Levy Abatements

Tax Year	Recapture Levy	Debt Service Levy	Total Abatement
2022	$827,235		$827,235
2023	$443,255	$1,900,000	$2,343,255
2024	$616,683		$616,683
2025	TBD		TBD

Tax Extension Impact Is Not Equal

- A 5% increase in your tax extension does not mean that every single tax bill increases by exactly 5%!



- Although total of all tax bills increased 5%, Taxpayer A's bill increased 13.8% while all other taxpayers increased 3.45%

2025 Projected Allowable Levy

RULE:
Tax Caps limit us to the prior extension increased by the lesser of 5% or CPI, plus new growth and debt service

- CPI for the 2025 levy is 2.9%
- New growth has not been greater than 1.0% in the past 12 years
  - Levy for more to capture it all
  - Project 0.6%

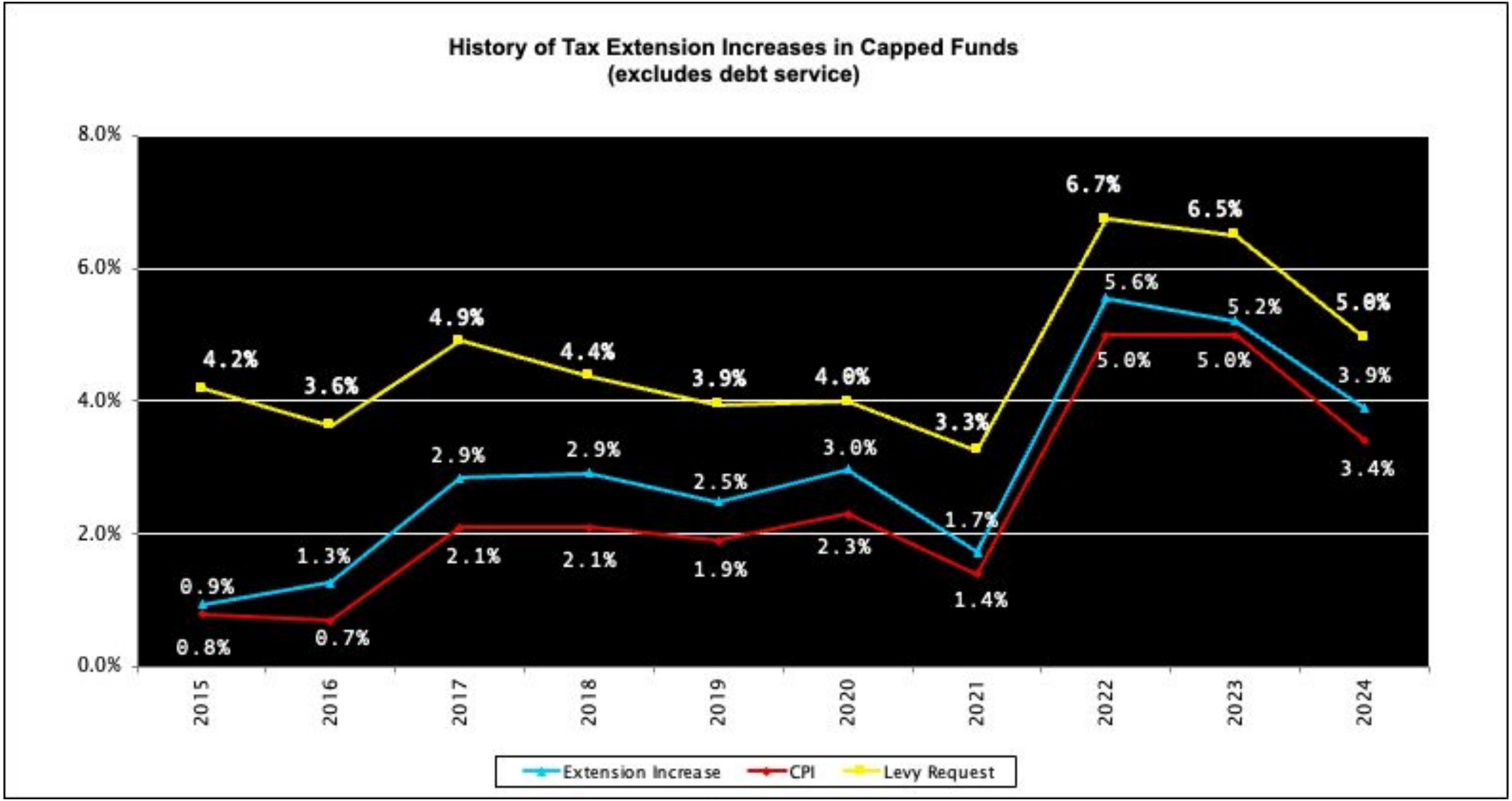
2024 Capped Extension		*$77,583,491*
2024 Capped Extension	$77,583,491	
Multiply by CPI	2.90%	
Increase for 2025 due to CPI		*$2,249,921*
2024 EAV	$2,383,254,524	
Multiply by New Growth	0.60%	
2025 Estimated New Growth	$14,299,527	
Multiply by Projected Tax Rate	3.0452%	
Increase for 2025 due to New Growth		*$435,455*
Estimated 2025 Capped Extension		**$80,268,867**
Bond & Interest Extension		$9,344,450
Total Estimated 2025 Extension		**$89,613,317**

AHSD25

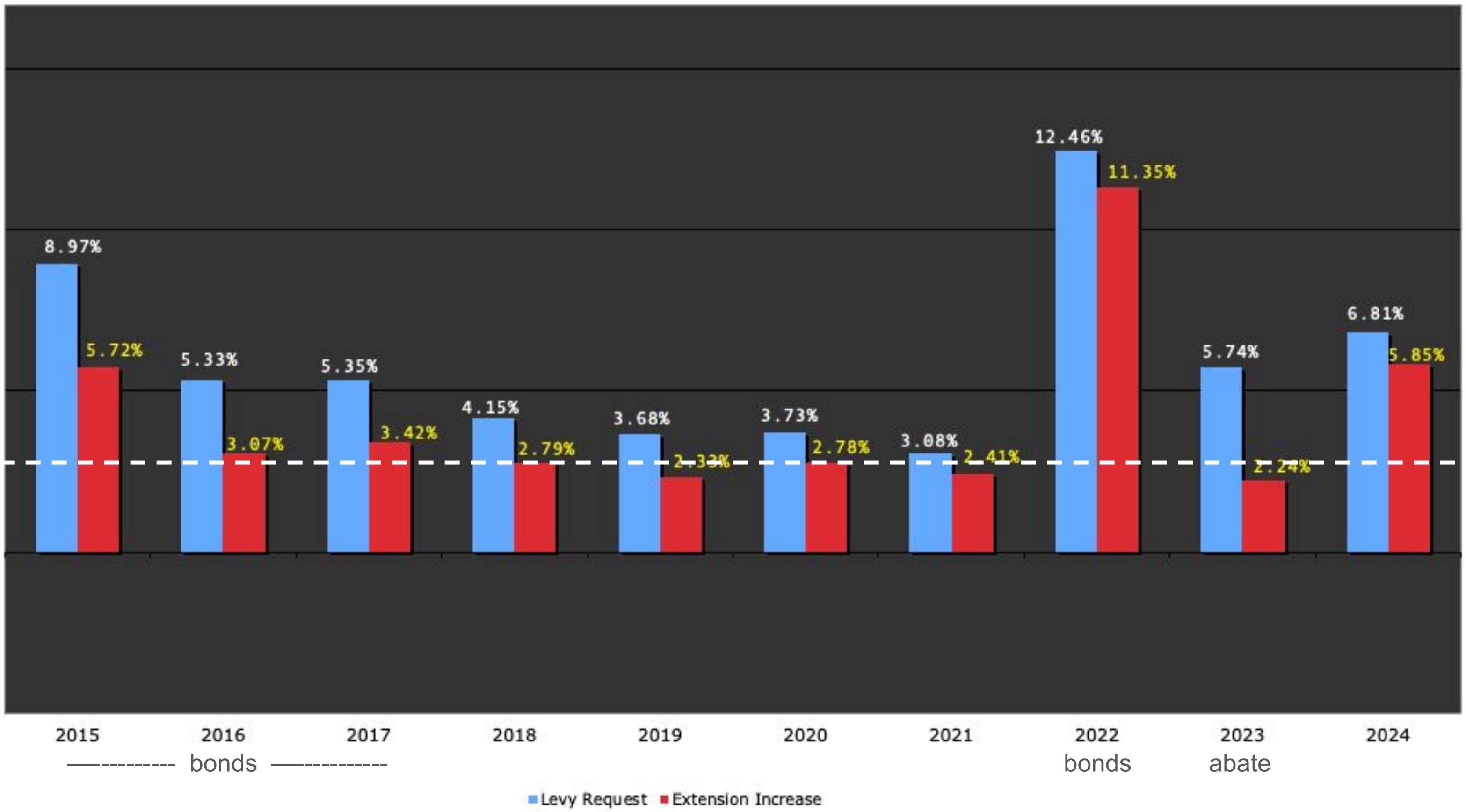
2024 Proposed Tax Levy and Public Notice

	2025 Tentative Levy	2024 Actual Extension	2025 Tentative to 2024 Actual
IMRF	1,050,000	732,517	
Social Security	1,600,000	1,276,948	
Liability Insurance (TORT)	922,000	920,604	
Transportation	3,070,000	2,464,833	
Education	67,150,000	65,332,633	
Building	5,520,000	5,246,401	
Working Cash Funds	-		
Life Safety	26,000	25,739	
Special Education	1,656,000	1,583,816	
Lease	-		
TOTAL-Limited Funds	**80,994,000**	**77,583,491**	4.40%
Levy Adjustment PA 102-0519			
Bond & Interest	9,344,450	9,449,247	
Total-All Funds	**90,338,450**	**87,032,737**	3.80%

AHSD25


History of Tax Extension Increases in Capped Funds
(excludes debt service)
8.0%
6.0%
4.0%
2.0%
0.0%
4.2%
3.6%
4.9%
4.4%
3.9%
4.0%
3.3%
6.7%
6.5%
5.0%
0.9%
1.3%
2.9%
2.9%
2.5%
3.0%
1.7%
5.6%
5.2%
3.9%
0.8%
0.7%
2.1%
2.1%
1.9%
2.3%
1.4%
5.0%
5.0%
3.4%
2015
2016
2017
2018
2019
2020
2021
2022
2023
2024
Extension Increase
CPI
Levy Request

History of Levy Increase Requested Verses Extension Increase



2025 Projected Extension vs 2024 Actual

	2025 Projected Actual Extension	2024 Actual Extension	2025 Projected to 2024 Actual
IMRF	1,040,599	732,517	
Social Security	1,585,675	1,276,948	
Liability Insurance (TORT)	913,745	920,604	
Transportation	3,042,515	2,464,833	
Education	66,548,811	65,332,633	
Building	5,470,580	5,246,401	
Working Cash Funds	-		
Life Safety	25,767	25,739	
Special Education	1,641,174	1,583,816	
Lease			
TOTAL-Limited Funds	**80,268,867**	**77,583,491**	3.5%
Levy Adjustment PA 102-0519			
Bond & Interest	9,344,450	9,449,247	
Total-All Funds	**89,613,317**	**87,032,737**	3.0%

AHSD25

Estimated Impact on Tax Payer

Estimated Effect on TaxPayer		
	Projected **2025**	**Actual** **2024**
Market Value of Home	450,000	450,000
Assessment %	10%	10%
Multiplier	3.3391	3.0355
EAV	***150,257***	***136,598***
Homestead Exemption	10,000	10,000
EAV	140,257	126,598
Limited Tax Rate	3.0452	3.2554
PY Adjustment	-	-
B&I Tax Rate	0.3545	0.3965
Total Tax Rate	3.3998	3.6518
Property Tax Due	$ 4,768	$ 4,623
Change from PY	$ 145	

Projected 10% increase in existing EAV

AHSD25

December 16, 2025 Public Hearing and Board Vote on Levy