

# Public Hearing 2011 Tax Levy

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Arlington Heights School District 25  
October 13, 2011

# Tax Levy Legal Requirements

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- Adopting a levy on an annual basis is one of the major functions of the Board of Education. Revenues from local property taxes generate approximately 85% of all revenues for this School District.
  - Determine the estimated tax levy no less than 20 days prior to the adoption of such levy *35 ILCS 200/18-60*
  - Certificate of Tax Levy must be filed with the Cook County Clerk before the last Tuesday in December (December 28, 2010). *35 ILCS 200/18-15*
- The *Truth in Taxation Law (35 ILCS 200/18-70)* - if the Board intends to adopt an aggregate levy that is more than 105% of the prior year (2010) tax extension:
  - Give public notice
  - Hold public hearing

# 2010 Review

	<u>Projected</u>	<u>Actual</u>
2009 Extension	\$50,800,925	\$50,800,925
Increase due to CPI	\$1,371,625	\$1,387,758
Increase due to New Construction*	<u>\$991,278</u>	<u>\$339,255</u>
Total 2010 Maximum Aggregate Levy	\$53,163,828	\$52,527,938
Bond & Interest	<u>\$5,500,000</u>	<u>\$5,500,000</u>
Total 2010 Levy	\$58,663,828	\$58,027,938

\*Difference due to New Construction

# 2010 Review

	Projected 2010 Tax Rate	Actual 2010 Tax Rate	Difference
IMRF	0.0378	0.0414	
Social Security	0.0383	0.0419	
Liability Insurance (TORT)	0.0101	0.0111	
Transportation	0.0362	0.0397	
Education	2.0494	2.2436	
Building	0.1330	0.1456	
Working Cash Funds	-	-	
Life Safety	0.0096	0.0105	
Special Education	0.0109	0.0119	
Lease	-	-	
<b>TOTAL-Limited Funds</b>	<b>2.3253</b>	<b>2.5457</b>	<b>9.48%</b>
Bond & Interest	0.2406	0.2666	
<b>Total-All Funds</b>	<b>2.5659</b>	<b>2.8123</b>	<b>9.60%</b>

EAV decreased by 8% (from 2,243,659,100 to 2,063,398,732)

## AHSD 25 - Summary of EAV

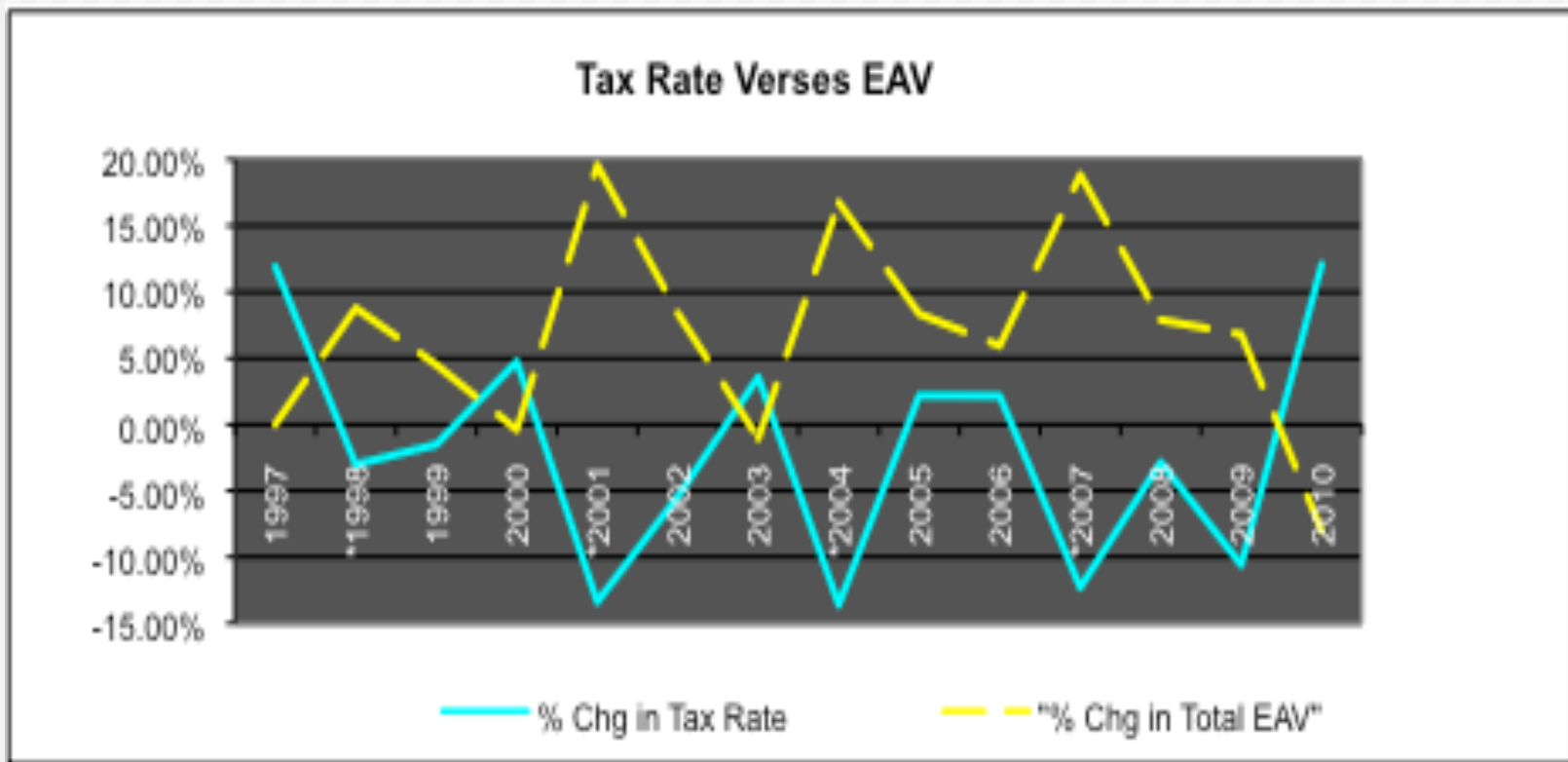
Tax Year	New Growth	% of Prior Year EAV	Change in Assessment**	% Change	Total Change in EAV	% Change	EAV	CPI
* 1995							828,912,446	2.7%
1996	3,210,494	0.4%	9,324,030	1.1%	12,534,524	1.5%	841,446,970	2.5%
1997	4,478,270	0.5%	(4,337,154)	-0.5%	141,116	0.0%	841,588,086	3.3%
* 1998	6,583,889	0.8%	67,383,735	8.0%	73,967,624	8.8%	915,555,710	1.7%
1999	17,387,509	1.9%	23,906,939	2.6%	41,294,448	4.5%	956,850,158	1.6%
2000	13,713,237	1.4%	(17,427,811)	-1.8%	(3,714,574)	-0.4%	953,135,584	2.7%
* 2001	10,175,433	1.1%	176,376,095	18.5%	186,551,528	19.6%	1,139,687,112	3.4%
2002	6,684,479	0.6%	88,973,199	7.8%	95,657,678	8.4%	1,235,344,790	1.6%
2003	5,902,057	0.5%	(18,777,696)	-1.5%	(12,875,639)	-1.0%	1,222,469,151	2.4%
* 2004	20,877,344	1.7%	183,971,085	15.0%	204,848,429	16.8%	1,427,317,580	1.9%
2005	24,548,840	1.7%	94,590,074	6.6%	119,138,914	8.3%	1,546,456,494	3.3%
2006	89,780,884	5.8%	2,231,259	0.1%	92,012,143	5.9%	1,638,468,637	3.4%
* 2007	22,175,144	1.4%	286,530,053	17.5%	308,705,197	18.8%	1,947,173,834	2.5%
2008	20,506,438	1.1%	133,095,055	6.8%	153,601,493	7.9%	2,100,775,327	4.1%
2009	39,073,716	1.9%	103,810,057	4.9%	142,883,773	6.8%	2,243,659,100	0.1%
* 2010	13,244,826	0.6%	(193,505,194)	-8.6%	(180,260,368)	-8.0%	2,063,398,732	2.7%
2011^	30,950,981	1.5%	123,803,924	6.00%	154,754,905	7.5%	2,218,153,637	1.5%

\* Triennial Reassessment

^ Estimated

\*\* Change in Assessment = the change in value of existing construction in the district

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

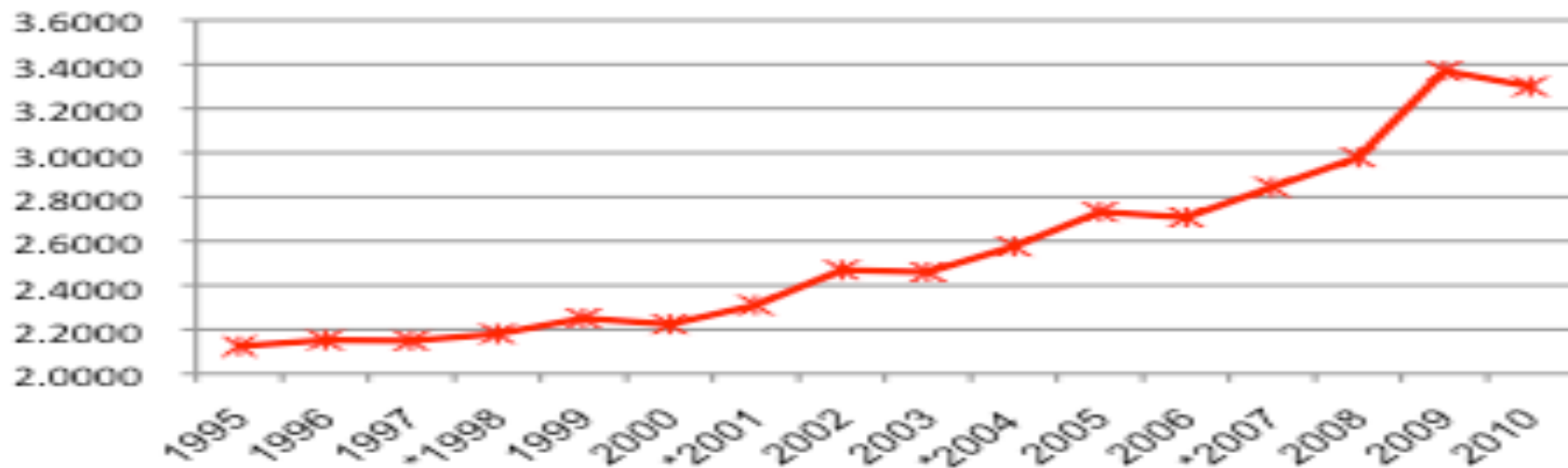


### Tax Rate History

Rate per \$100 of Equalized Assessed Value



### Multiplier



# Determining the 2011 levy

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RULE: Tax Caps limit us to the prior year extension increased by the lesser of 5% or CPI

- CPI for the 2011 levy is 1.5%
- 2010 Capped Extension was 52,527,938

Increase due to CPI  $(52,527,938 * 1.5\%) = \$787,919$



# Is that it?

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- We also levy property taxes on new construction within the district
- New growth
  - has not been greater than 2.0% in past 10 years
  - Levy for 2.0% (will not get more than actual)
  - Project 1.5% new growth = 30,950,981 in EAV or about \$799,738 in additional taxes

# Projected 2011 Maximum Allowable Levy-Limited Funds

Actual 2010 Extension		\$52,527,938
Increase due to CPI	=	\$ 787,919
Increase due to New Construction	=	<u>\$ 799,738</u>
Total 2011 Projected Maximum Aggregate Levy	=	\$54,115,595

PLUS Bond & Interest

# 2011 Tax Levy vs 2010 Tax Extension Public Notice

	<u>Proposed 2011 Levy</u>	<u>Actual 2010 Extension</u>	<u>Difference</u>
IMRF	880,000	854,247	
Social Security	880,000	864,564	
Liability Insurance (TORT)	219,200	229,037	
Transportation	1,056,500	819,169	
Education	46,800,000	46,294,413	
Building	4,200,000	3,004,308	
Working Cash Funds	-	-	
Life Safety	207,500	216,656	
Special Education	258,100	245,544	
Lease	-	-	
<b>TOTAL-Limited Funds</b>	<b>54,501,300</b>	<b>52,527,938</b>	<b>3.8%</b>
<b>Bond &amp; Interest</b>	<b>5,495,550</b>	<b>5,500,000</b>	<b>-0.1%</b>
<b>Total-All Funds</b>	<b>59,996,850</b>	<b>58,027,938</b>	<b>3.4%</b>

# 2011 Projected Actual vs 2010 Actual

## 2.7% increase

3.0% increase in capped funds (1.5% CPI + 1.5% new property)

	2011 Anticipated <u>Actual</u>	Actual 2010 <u>Extension</u>	<u>Difference</u>
IMRF	873,772	854,247	
Social Security	873,772	864,564	
Liability Insurance (TORT)	217,649	229,037	
Transportation	1,049,023	819,169	
Education	46,468,797	46,294,413	
Building	4,170,277	3,004,308	
Working Cash Funds	-	-	
Life Safety	206,032	216,656	
Special Education	256,273	245,544	
Lease	-	-	
<b>TOTAL-Limited Funds</b>	<b>54,115,595</b>	<b>52,527,938</b>	<b>3.0%</b>
<b>Bond &amp; Interest</b>	<b>5,495,550</b>	<b>5,500,000</b>	<b>-0.1%</b>
<b>Total-All Funds</b>	<b>59,611,145</b>	<b>58,027,938</b>	<b>2.7%</b>

# 2011 Projected Tax Rates vs 2010 Tax Rates

## 1.2% increase

	<u>2011 Projected Tax Rate</u>	<u>Actual 2010 Tax Rate</u>	<u>Projected Difference</u>
IMRF	0.0417	0.0414	
Social Security	0.0417	0.0419	
Liability Insurance (TORT)	0.0104	0.0111	
Transportation	0.0501	0.0397	
Education	2.2188	2.2436	
Building	0.1991	0.1456	
Working Cash Funds	-	-	
Life Safety	0.0098	0.0105	
Special Education	0.0122	0.0119	
Lease	-	-	
<b>TOTAL-Limited Funds</b>	<b>2.5839</b>	<b>2.5457</b>	<b>1.5%</b>
<b>Bond &amp; Interest</b>	<b>0.2624</b>	<b>0.2666</b>	<b>-1.6%</b>
<b>Total-All Funds</b>	<b>2.8463</b>	<b>2.8123</b>	<b>1.2%</b>

End

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