

# Public Hearing 2012 Tax Levy

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Arlington Heights School District 25  
November 15, 2012

# 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 (2011) tax extension:
  - Give public notice
  - Hold public hearing

# 2011 Review

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	<u>Projected</u>	<u>Actual</u>
2010 Extension	\$52,527,938	\$52,527,938
Increase due to CPI	\$ 787,919	\$ 787,919
Increase due to New Construction*	<u>\$ 799,738</u>	<u>\$ 215,732</u>
Total 2011 Maximum Aggregate Levy	\$54,115,595	\$53,531,589
Bond & Interest	<u>\$5,495,550</u>	<u>\$ 5,495,550</u>
Total 2011 Levy Extension	\$59,611,145	\$59,027,139

# 2011 Review

EAV decreased by 8.1% (excluding new property) + CPI of 1.5% = 9.6%

	2011 Projected Tax Rate	2011 Actual Tax Rate	Actual 2010 Tax Rate
IMRF	0.0417	0.0454	0.0414
Social Security	0.0417	0.0454	0.0419
Liability Insurance (TORT)	0.0104	0.0113	0.0111
Transportation	0.0501	0.0545	0.0397
Education	2.2188	2.4145	2.2436
Building	0.1991	0.2167	0.1456
Working Cash Funds	-	-	-
Life Safety	0.0098	0.0107	0.0105
Special Education	0.0122	0.0134	0.0119
Lease	-	-	-
<b>TOTAL-Limited Funds</b>	<b>2.5839</b>	<b>2.8120</b>	<b>2.5457</b>
Bond & Interest	0.2624	0.2887	0.2666
<b>Total-All Funds</b>	<b>2.8463</b>	<b>3.1010</b>	<b>2.8123</b>
<i>% Change from 2010 Actual</i>	<i>1.21%</i>	<i>10.27%</i>	

## AHSD 25 - Summary of EAV

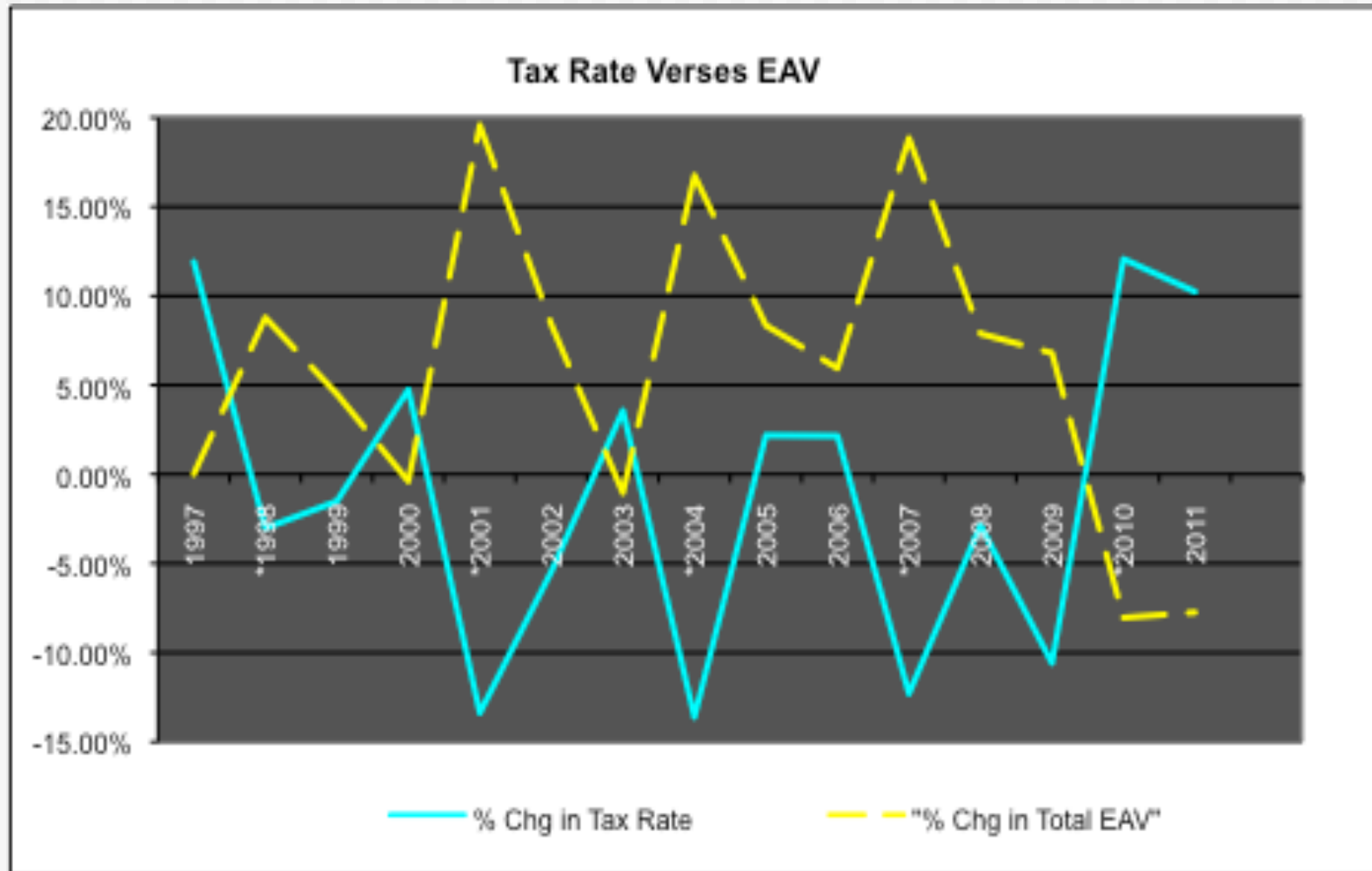
			Change in	%	Total Change	%			
	<u>Tax</u>	<u>Growth</u>	<u>New</u>	<u>Assessment**</u>	<u>Change</u>	<u>in Total EAV</u>	<u>Change</u>	<u>EAV</u>	<u>CPI</u>
	<u>Year</u>		<u>Growth</u>						
*	1995							828,912,446	2.7%
	1996	3,210,494	0.4%	9,324,030	1.1%	12,534,524	1.5%	841,446,970	2.5%
	1997	4,478,270	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	6,937,554	0.3%	(166,584,610)	-8.1%	(159,647,056)	-7.7%	1,903,751,676	1.5%
	2012^	19,037,517	1.0%	(152,300,134)	-8.00%	(133,262,617)	-7.0%	1,770,489,059	3.0%

\* Triennial Reassessment

^ Estimated

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

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

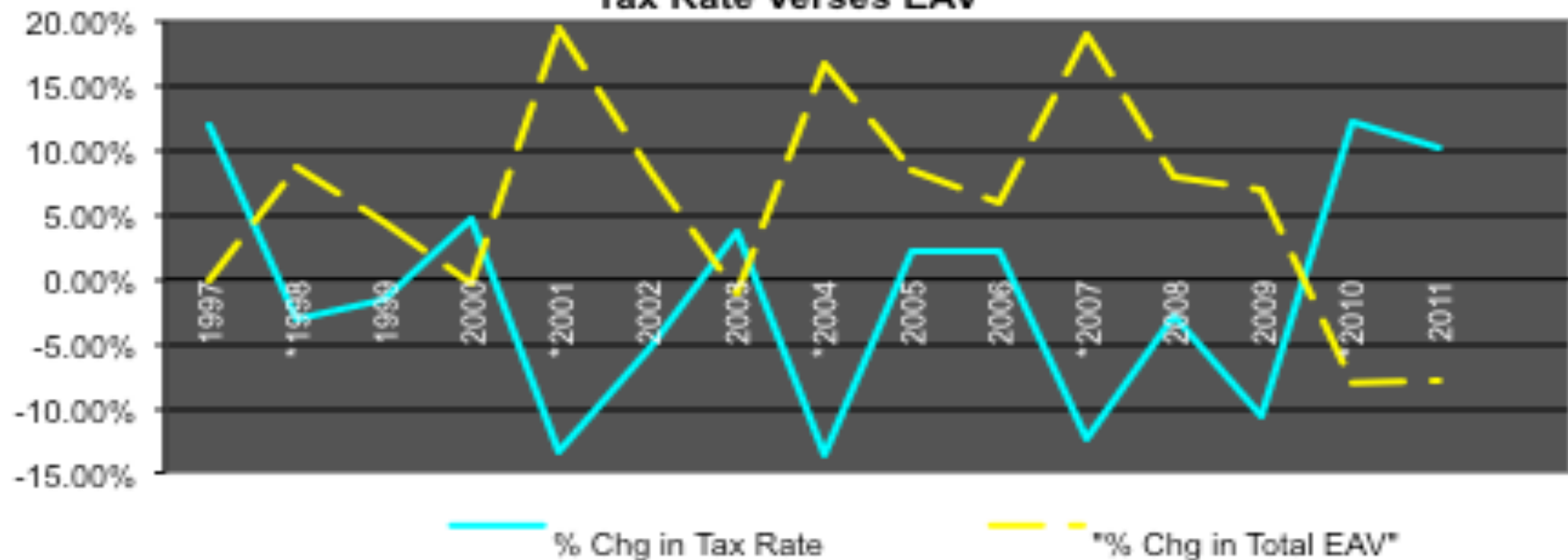


### Tax Rate History

Rate per \$100 of Equalized Assessed Value



### Tax Rate Verses EAV



# Determining the 2012 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 2012 levy is 3.0%
- 2011 Capped Extension was 53,531,589

Increase due to CPI ( $53,531,589 * 3.0\%$ ) = \$1,605,948



# 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% new growth = 19,037,517 in EAV or about \$599,321 in additional taxes

# Projected 2012 Maximum Allowable Levy-Limited Funds

Actual 2011 Extension		\$53,531,589
Increase due to CPI	=	\$ 1,605,948
Increase due to New Construction	=	<u>\$ 599,321</u>
Total 2012 Projected Maximum Aggregate Levy	=	\$55,736,858

PLUS Bond & Interest

## 2012 Tax Levy vs 2011 Tax Extension Public Notice

	<u>Tentative 2012 Levy</u>	<u>Actual 2011 Extension</u>	<u>Difference</u>
IMRF	410,000	864,303	
Social Security	1,610,000	864,303	
Liability Insurance (TORT)	227,000	215,123	
Transportation	1,070,000	1,037,544	
Education	46,900,000	45,966,084	
Building	5,800,000	4,125,429	
Working Cash Funds	-	-	
Life Safety	210,000	203,701	
Special Education	268,000	255,102	
Lease	-	-	
<b>TOTAL-Limited Funds</b>	<b>56,495,000</b>	<b>53,531,589</b>	5.5%
Bond & Interest	5,324,800	5,495,550	-3.1%
<b>Total-All Funds</b>	<b>61,819,800</b>	<b>59,027,139</b>	4.7%
<i>% Change from 2011 Actual</i>	<i>4.73%</i>	<i>0.00%</i>	

# 2012 Projected Actual vs 2011 Actual

## 3.4% increase

4.1% increase in capped funds (3.0% CPI + 1.0% new property)

	2012 Projected <u>Actual</u>	Actual 2011 <u>Extension</u>	<u>Difference</u>
IMRF	404,498	864,303	
Social Security	1,588,394	864,303	
Liability Insurance (TORT)	223,954	215,123	
Transportation	1,055,641	1,037,544	
Education	46,270,619	45,966,084	
Building	5,722,166	4,125,429	
Working Cash Funds	-	-	
Life Safety	207,182	203,701	
Special Education	264,404	255,102	
Lease	-	-	
<b>TOTAL-Limited Funds</b>	<b>55,736,858</b>	<b>53,531,589</b>	4.1%
Bond & Interest	5,324,800	5,495,550	-3.1%
<b>Total-All Funds</b>	<b>61,061,658</b>	<b>59,027,139</b>	3.4%
<i>% Change from 2011 Actual</i>			

End

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