



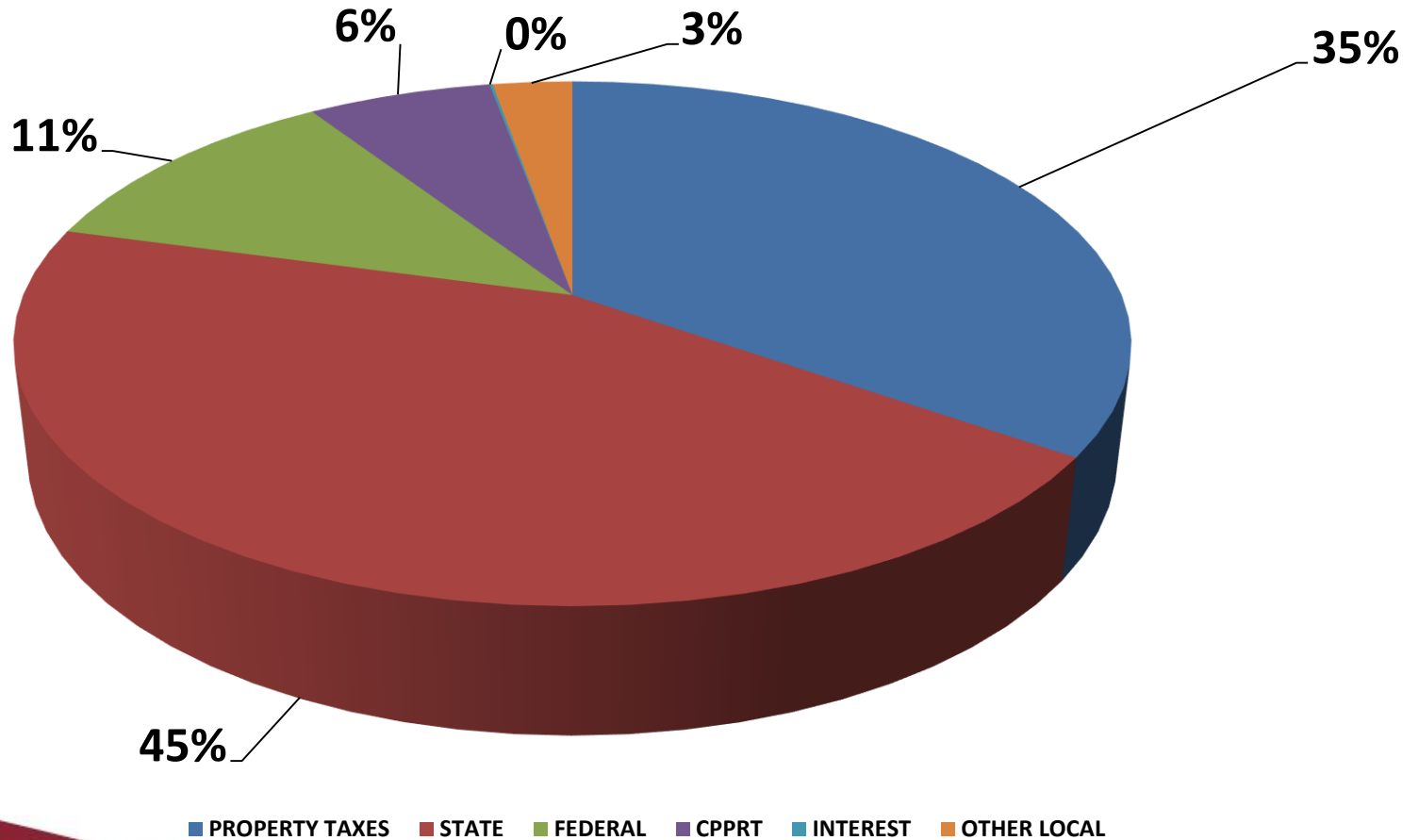
J. Sterling Morton HSD 201: 2015 Property Tax Levy Presentation

**Board of Education Meeting
December 9, 2015**



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Funding Sources



NOTE - EXCLUDES: DEBT SERVICE FUND



Explanation of Key Terms

- **Tax Levy:** The amount of money a school district requests to be raised from property tax.
- **Extension:** The amount of money the district receives from the property tax.
- **CPI (Consumer Price Index):** An inflationary indicator that measures the change in the cost of a fixed basket of products and services including housing, electricity, food and transportation.
- **EAV (Equalized Assessed Valuation):** The term EAV refers to the assessed value of all taxable real estate in the district.



Levy – General Information

- The final levy amount and related tax rate (or extension) is determined by the county clerk's office based on the requested amounts, after applying PTELL reductions (tax cap law).
- PTELL 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.



Levy – General Information

- A minimum of 20 days between the presentation of a tentative levy and its adoption is required if in excess of the 5% threshold.
- If the tentative / final levy is in excess of 5%, a Truth-In Taxation notice must be published and a Public hearing conducted.
- Once the levy is adopted, it must be filed with the Cook County Clerk.



2015 Levy Calculation

- Equalized Assessed Valuation of all property = \$1,434,851,128.
- Prior Year Extension = \$36,322,818.
- CPI = 0.8%.
- New Property = \$2.5 million expected.



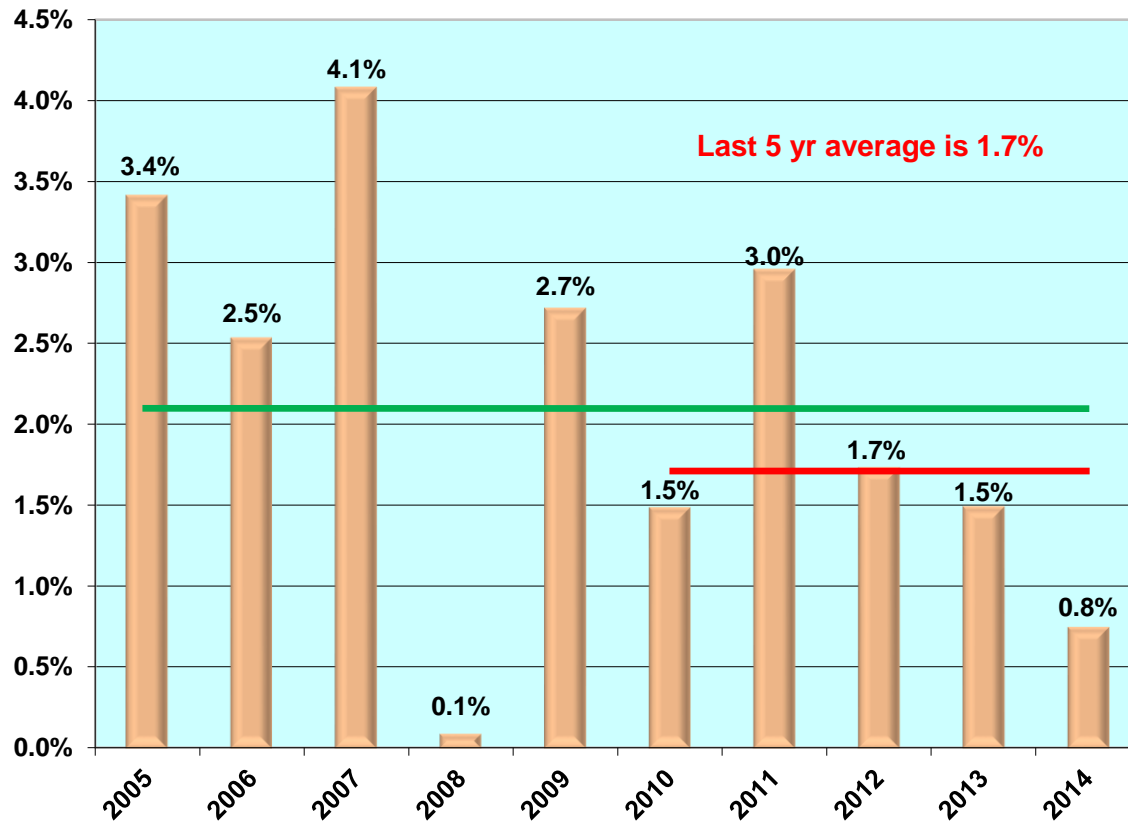
2015 Levy Calculation

- In addition to getting tax revenue from existing property owners which grows at the rate of CPI (0.8%) and new construction, the district is also entitled to property tax from properties which were previously not paying taxes to the school district and were in a TIF (Tax Incremental Financing) District
- District 201 will receive 55% of the prior year extension in Spring 2016, and the remaining 45% in the Fall of 2016.



CPI

Percent of Change in December CPI for the Last 10 Years



Average CPI for this 10 year period is 2.1%



Expected Increase

- This levy represents a 3.19% increase over last year's extension.
- The District always levy more than expected to account for any unforeseen increases in EAV or New Construction.



Bond and Interest Levy

- Our Bond and Interest Levy is conducted by the County Clerk based on the number of bond issues which equals \$9,838,650.



Summary

- What are we asking for: \$37.5 million
- What do we think we'll get: \$36.7 million



Timeline

- Levy adoption will be today, December 9th, 2015 at the Board Meeting.
- File the adopted certificate of tax levy no later than the last Tuesday of December, 2015.
- Extension process, receipt of levied revenues begin in Spring 2016.



QUESTIONS?



#mortonpride
#orgullomorton

