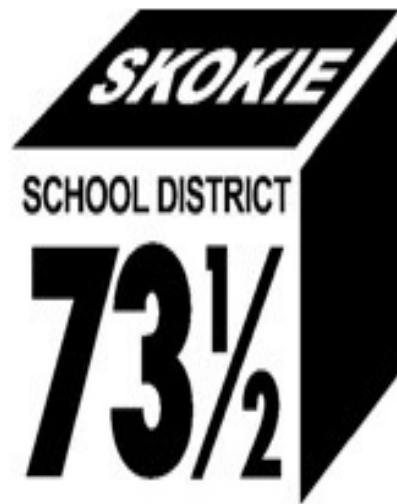


# Final Levy Presentation

Samantha Peterson

Chief School Business  
Official

November 09. 2022



**SKOKIE SCHOOL  
DISTRICT 73.5**

# Timetable for Tax Levy Adoption

## ➤ November 09, 2021

Review and discussion of Estimated Aggregate Tax Levy presented in Business Office October Board Report (Tentative Levy).

## ➤ December 7, 2021

At the regular board meeting, adopt the 2021 Tax Levy, including all appropriate resolutions.

**Note: If the final levy request is more than 5% higher of the prior year extension, the District is required to hold a Truth in Taxation hearing. However, in order to increase transparency the district will hold the hearing regardless.**

## ➤ December 28, 2021

File necessary documents with the County Clerk on or before this date

# WHAT IS A LEVY

## **A tax levy is...**

The amount of money a taxing body is requesting to be raised from property taxes

## **A tax extension is...**

The actual dollar amount a taxing body receives by property taxes

# Terms and Considerations

- **CONSUMER PRICE INDEX** - The Consumer Price Index (CPI) is a measure that examines the weighted average of prices of a basket of consumer goods and services, such as transportation, food, and medical care. It is calculated by taking price changes for each item in the predetermined basket of goods and averaging them.
- **Property EAV** - The Equalized Assessed Value (EAV) of your property is the product of the assessed value of your property (both land and improvements) and the State Equalization Factor, which is set by the Illinois Department of Revenue.
- **Property Extension** – Collection Rates

# FACTORS

## **Known Factors**

- Consumer Price Index (CPI) = 1.4%
- 2020 tax extension (excluding bonds) = \$16,866,012
- Maximum levy extension (excluding new property) for 2021 = \$17,102,136

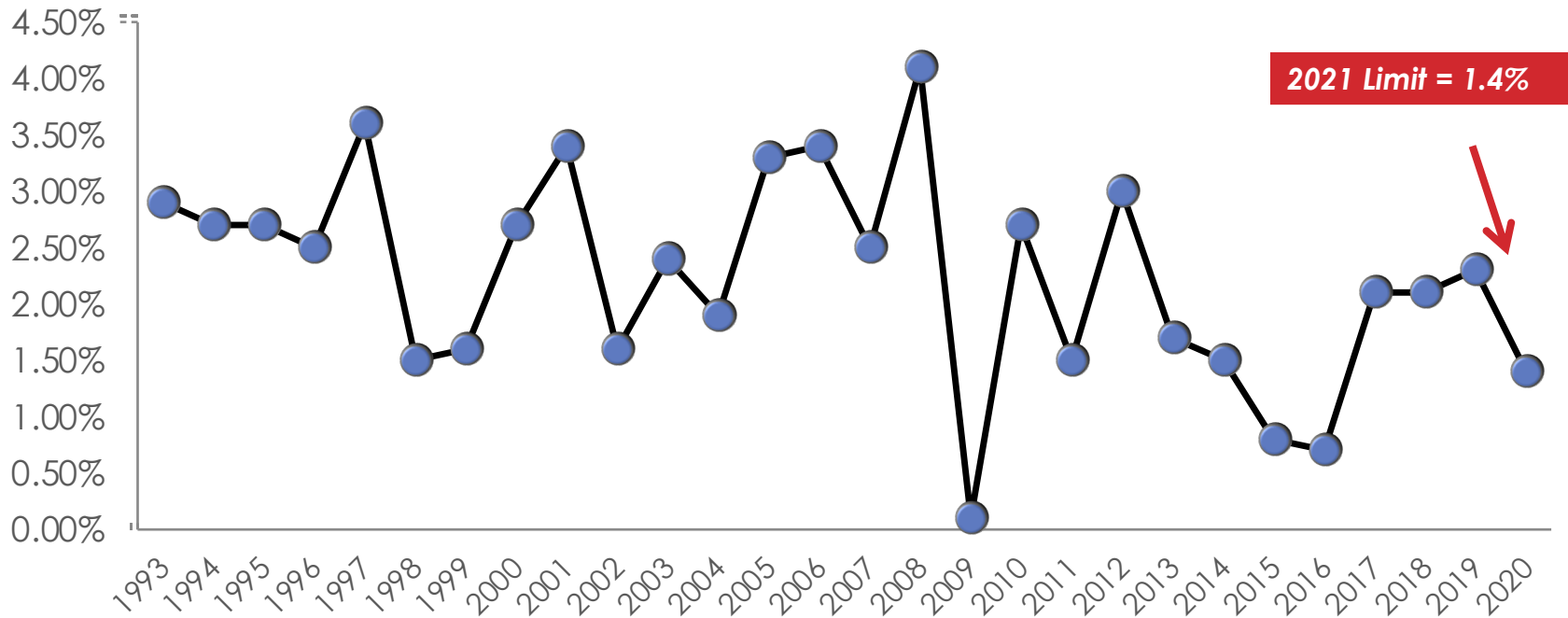
## **Unknown Factors**

- New Equalized Assessed Valuation (EAV)
- New Limiting Rate
- New Property

# 2021 Maximum Tax Increase by Law: 1.4%\*

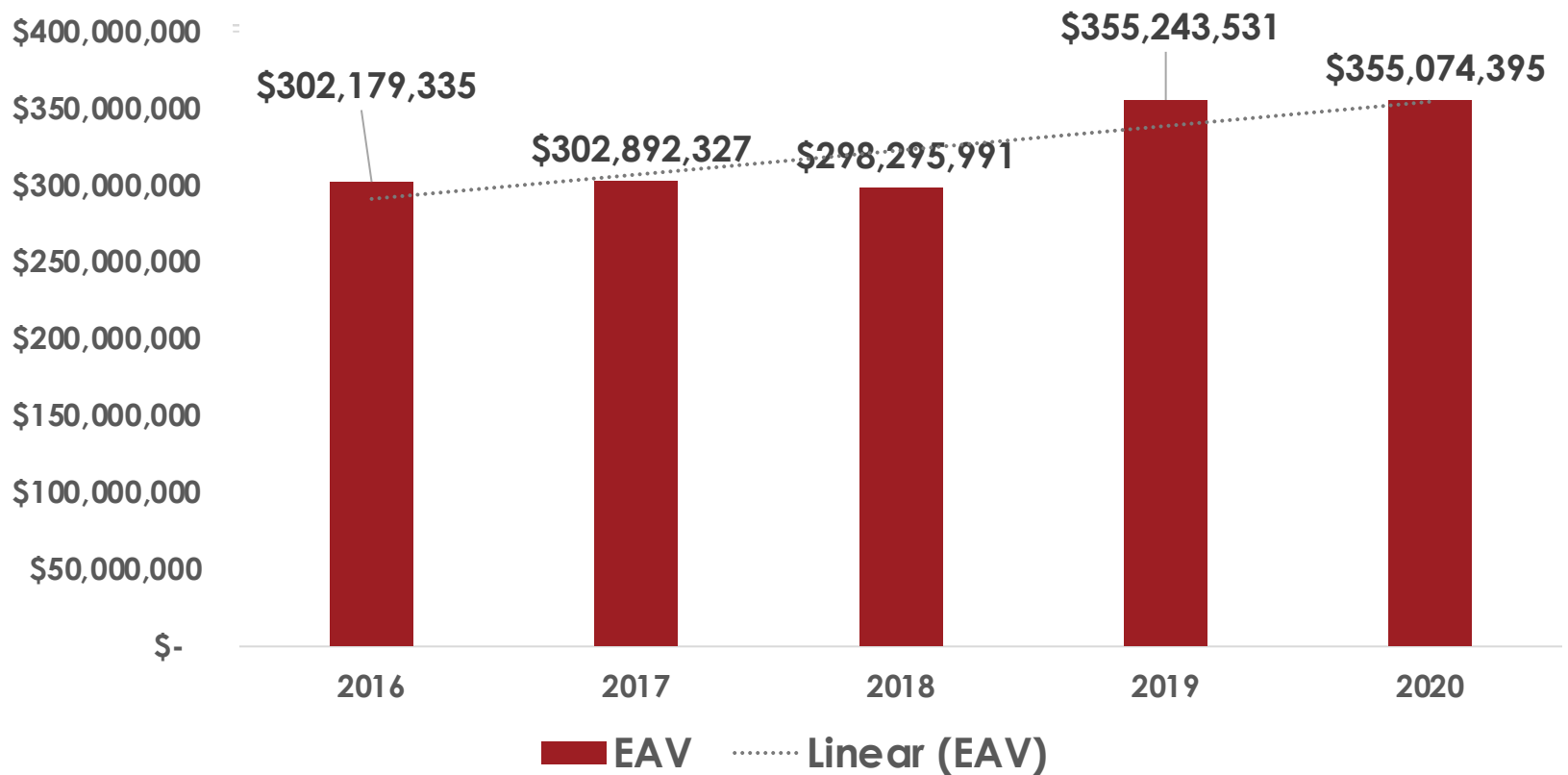
## School Districts in Tax-Capped Counties Limited by Rate of Inflation

### History of CPI's Used for Tax Cap Calculations

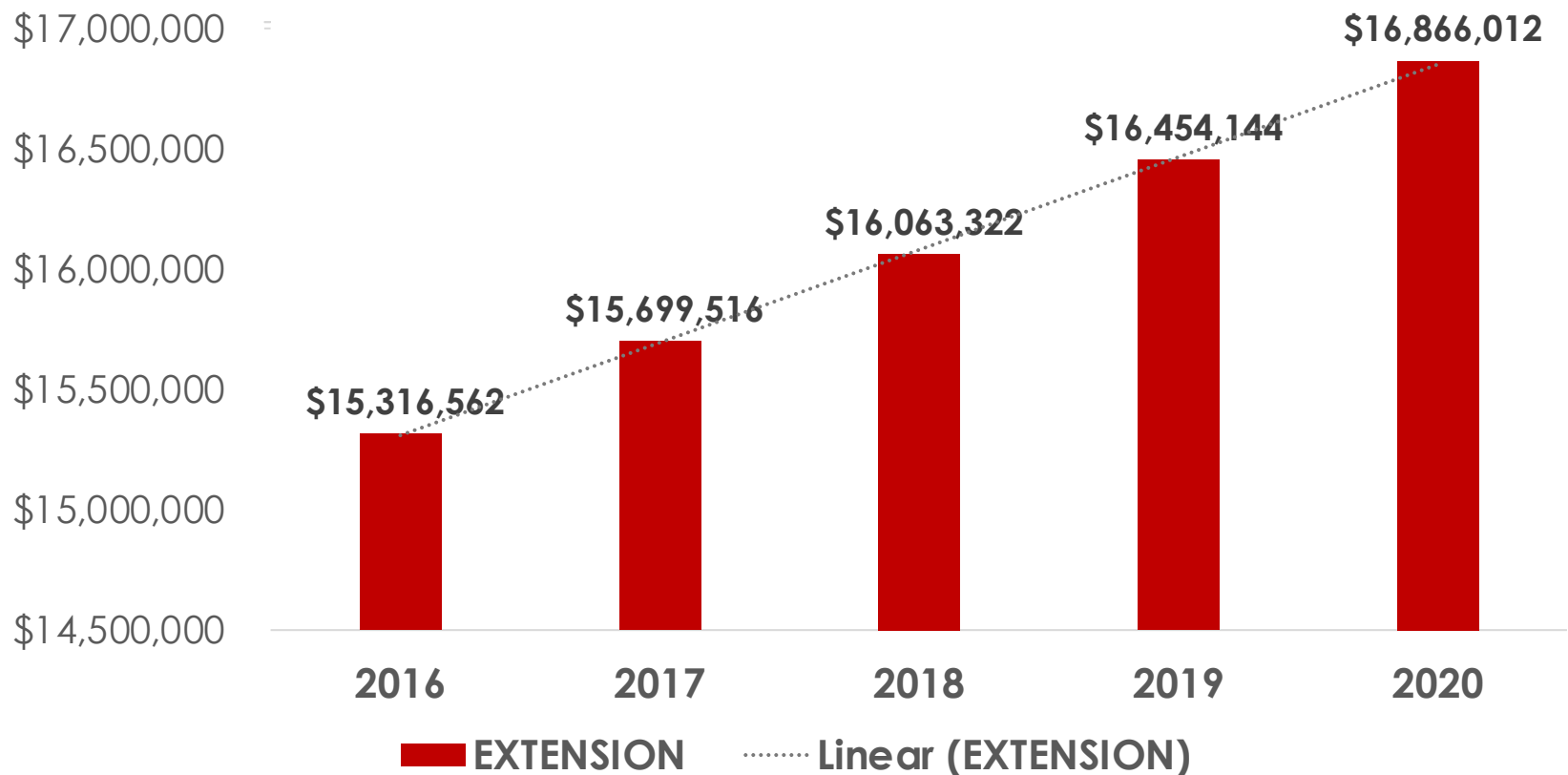


\* This percentage represents District-wide maximum increase and average increase to taxpayers. Individual tax bills may increase above or below this figure based on changes to the equalized assessed values to their property. **District can exceed 1.4% increase only with new property growth.**

# Historical EAV

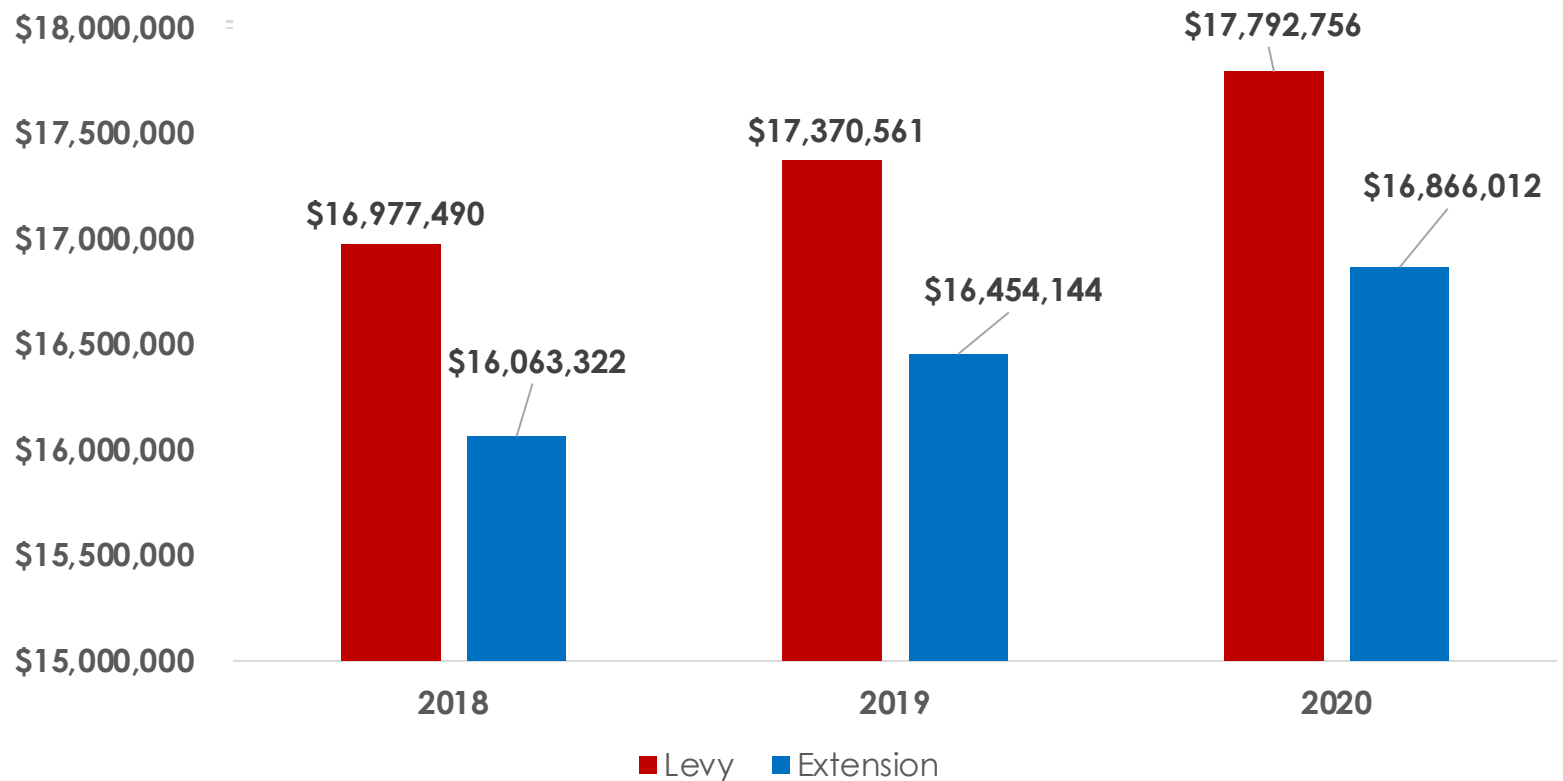


# Historical Extension (Aprox. 65% Revenues)





# Levy Vs. Extension (Excluding Limited Bonds)



# Collection

Tax Levy Year/ Collection Year	Taxes Extended	Taxes Collected and Distributed	Percent Collected
2014/15	\$16,132,162	\$16,115,420	99.90%
2015/16	16,547,453	16,624,498	100.47%
2016/17	16,715,402	16,623,717	99.45%
2017/18	17,183,170	17,141,711	99.76%
2018/19	17,496,776	17,344,828	99.13%
2019/20 <sup>(1)</sup>	17,023,520	8,718,786	51.22%
Source: Cook County Treasurer's and County Clerk's Offices. (1) Collections			

# New Property

- There is a 4-story, mixed-use building with 2,800 square feet of first floor commercial and 23 apartments at 3330 Dempster. The previous building was demoed last summer, and construction of the new development should start this Spring.
- At 3900 Dempster, the Dunkin' store was rebuilt in place. It's the same size building. The owners removed the old structure and built a new one. The project was completed in September.
- A commercial property owner demoed the building between 4330 and 4350 Oakton except 4338 Oakton, which is a salon. The owner hasn't submitted plans for a new development.
- No expiring TIFs

# Levy Request

## Expired TIF Districts and New Construction

- If we increase last years EAV by the current CPI increase of 1.4%, the extension this year without consideration of new property could be \$17,102,136
- Based on the estimate of \$2,000,000 in new property and a limiting rate of 4.75, we can increase about \$605,864
- We might expect an extension of approximately \$17,708,000

# Breakdown of Levy Request

FUND	Prior Year Extension	2021 Levy	Difference	Percent Change
Educational	\$ 10,596,756.00	\$ 14,284,000.00	\$ 3,687,244.00	34.80%
Operations & Maintenance	\$ 1,783,633.00	\$ 1,535,000.00	\$ (248,633.00)	-13.94%
Transportation	\$ 1,803,180.00	\$ 500,000.00	\$ (1,303,180.00)	-72.27%
Working Cash	\$ 162,150.00	\$ 5,000.00	\$ (157,150.00)	-96.92%
Municipal Retirement	\$ 278,269.00	\$ 20,000.00	\$ (258,269.00)	-92.81%
Social Security	\$ 333,922.00	\$ 25,000.00	\$ (308,922.00)	-92.51%
Fire Prevention & Safety *	\$ 324,298.00	\$ 5,000.00	\$ (319,298.00)	-98.46%
Tort Immunity	\$ 229,293.00	\$ 5,000.00	\$ (224,293.00)	-97.82%
Special Education	\$ 1,297,187.00	\$ 1,324,000.00	\$ 26,813.00	2.07%
Leasing	\$ 57,324.00	\$ 5,000.00	\$ (52,324.00)	-91.28%
<b>TOTALS</b>	<b>\$ 16,866,012.00</b>	<b>\$ 17,708,000.00</b>	<b>\$ 841,988.00</b>	

# Summary

- Illinois school districts must request more than they will receive, due to the unknown factors in the tax extension process.
- Skokie 73 ½ is requesting an increase of 4.99% (excluding bonds) which does not require a Truth in Taxation hearing.
- Skokie 73 ½ will receive no more than CPI plus new property growth.

# Tax Levy Presentation

**Questions?**