

WASHINGTON COMMUNITY HIGH SCHOOL

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2019 Tax Levy

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Overview

- The Levy Process, Key Terms and Definitions
- PTELL
- Levy Timeline
- 2019 Levy Numbers
- Comparison with Previous Extension
- Board Questions



Definitions

Tax Levy

A request for dollars by a taxing body for tax revenue.

Tax Levy Extension

The aggregate of dollars due to the district as calculated by the county clerk and billed to property tax payers.

EAV

Equalized Assessed Valuation (EAV) is the basis for property tax values and is one-third of the Fair Market Value (FMV) established by the county assessor.

Ex: \$300,000 FMV = \$100,000 EAV



Definitions

Tax Rate

The percentage per \$100 of EAV that yields the taxes.

Truth In Taxation

Legislation approved and effective July 1981 provides procedures for Public Notice and Public Hearings on Levy Requests that exceed the previous year's extension by more than 5%.



Definitions

PTELL or “Tax Cap”

Law limiting the extension taxing bodies can receive to 5% or the CPI, whichever is less. PTELL does not cap individual tax bills, but limits the aggregate amount a taxing body can receive.

Tazewell County

1998

CPI

Consumer Price Index. The measure of inflation set by the US Bureau of Labor Statistics.



Impact of PTELL

- Revenue received through the 2018 extension sets the basis of the Tax Cap calculation for the 2019 levy. If the district lowers its 2019 levy, the district would lose the amount, compounded by the CPI index, annually. The district is penalized under the Tax Cap for future years as each year is limited by the prior year extension amount.

Ex: A \$200,000 reduction in the 2019 extension

- Reduces the 2020 levy by \$200,000 plus the CPI.
- More than \$400,000 of revenue in 2-years and compounded annually by the CPI.



Levy Timeline (September)

- September 1 Notice: The Tazewell County Supervisor of Assessments, Gary Twist, sends out a “current” estimate of EAV for our taxing district
- Final 2018 EAV for taxable extension
- New Construction
- +/- Assessor Changes
- Updating Farmland Values for 2019
- Equalization Factors
- **Subject to changes made by the Board of Review**



Levy Timeline (November)

- Illinois law requires that at least 20 days prior to the adoption of its aggregate levy the local Board of Education shall estimate the dollar amount of the budget requirements and aggregate levy for the year.
- Adopt Resolution of Budget Estimates (Revenues and Expenditures for 2020-21) and Aggregate Levy



Levy Timeline (December)

- Truth in Taxation Hearing: required for any levy request greater than 5% of the prior year's extension.
- Levy Adoption: Illinois law requires that the Board of Education adopt the levy prior to the 4th Tuesday in December.



Levy Timeline (March - September)

- March - District receives the Tax Computation Report for verification from the County Clerk's Office
- May - District receives the final Tax Computation Report and CPI from the County Clerk's Office
- June/September - Receive disbursement of Real Estate Taxes



WCHS 2019 Levy

- CPI = 1.9%
- September 1 EAV Estimates:
 - \$511,438,120 in EAV
 - \$5,000,000 in New Property

2019 Levy	Estimated Tax Rate	Estimated Tax Levy
Operating Rate/Levy	2.65037	\$13,555,000
Bond and Interest	0.28105	\$1,437,408
Total Tax Rate/Levy	2.93142	\$14,992,408



18/19 Levy Comparison

EAV Information	2018		2019	
Estimated EAV	\$510,525,858		\$511,438,120	
Estimated New Property	\$5,000,000		\$5,000,000	
Rate/Levy	2018	2019	2018	2019
Operating Rate/Levy	2.56598	2.65037	\$13,100,000	\$13,555,000
Bond and Interest	0.27657	0.28105	\$1,411,980	\$1,437,408
Total Tax Rate/Levy	2.84256	2.93142	\$14,511,980	\$14,992,408

- Due to the Inverse Tax Rate to EAV Formula, when EAV increases, the tax rate decreases.



Questions

