

Board of Education Meeting

Western Springs School District #101

December 13, 2021

Tax Levy Hearing

Western Springs School District 101

December 13, 2021

LEVY OVERVIEW - December 2021

2020 Total EAV = \$661,477,937 (UP \$194M (41.5%) from 2016)

2020 Aggreg. Extens. x CPI = (Capped Increase) ÷ 2021 EAV (Minus New Property)*

\$18,048,603 x 1.014 = \$18,301,283 ÷ \$660,000,000 = 2.77 (Limiting Rate)

Limiting Rate x Amt. of New Property = Revenue From New Property

2.770 x \$16,000,000 = \$443,200

2.770 x \$14,000,000 = \$387,800

2.770 x \$12,000,000 = \$332,400

2.770 x \$10,000,000 = \$277,000

2.770 x \$ 1,000,000 = \$ 27,700**

| | <u>Capped Increase</u> | | <u>+ New Property Revenue</u> | = | <u>Total 2021 Extension</u> | ÷ | <u>2020 Extension</u> | = | <u>Percentage Increase</u> |
|--------------|----------------------------|---|-----------------------------------|---|---------------------------------|---|---------------------------|---|--------------------------------|
| \$16M | \$18,301,283 | + | \$443,200 | = | \$18,744,483 | ÷ | \$18,048,603 | = | +3.9% |
| \$14M | \$18,301,283 | + | \$387,800 | = | \$18,689,083 | ÷ | \$18,048,603 | = | +3.6% |
| \$12M | <u>\$18,301,283</u> | + | <u>\$332,400</u> | = | <u>\$18,633,683</u> | ÷ | <u>\$18,048,603</u> | = | <u>+3.2%</u> |
| \$10M | \$18,301,283 | + | \$277,000 | = | \$18,578,283 | ÷ | \$18,048,603 | = | +2.9% |
| \$ 1M | \$18,301,283 | + | \$ 27,700 | = | \$18,328,983 | ÷ | \$18,048,603 | = | +1.6% |

*** Estimated 2021 Equalized Assessed Valuation estimate**

**** Each \$1,000,000 of new EAV = \$27,700 in additional revenue generated from new property**

Fund Distributions

| FUND | 2020 LEVY | TAXES EXTENDED | 2021 LEVY | EFFECT. RATE | RATE CEILING |
|--------------|----------------------|---------------------|----------------------|-------------------------|-----------------|
| Education | \$14,699,514 | \$14,567,806 | \$15,053,683 | 2.28 | 3.50 |
| Building | \$ 2,000,000 | \$ 2,000,000 | \$ 2,000,000 | 0.30 | 0.55 |
| IMRF | \$ 250,000 | \$ 250,000 | \$ 250,000 | 0.04 | - |
| Soc. Sec. | \$ 250,000 | \$ 250,000 | \$ 250,000 | 0.04 | - |
| Transport. | \$ 200,000 | \$ 200,000 | \$ 200,000 | 0.03 | - |
| Special Ed. | \$ 80,000 | \$ 80,000 | \$ 80,000 | 0.01 | 0.40 |
| Life Safety | \$ 400,000 | \$ 400,000 | \$ 400,000 | 0.06 | 0.10 |
| Work. Cash | \$ 400,000 | \$ 300,797 | \$ 400,000 | 0.06 | - |
| Capped Total | \$18,279,514 | \$18,048,603 | \$18,633,683 | 2.82 [#] | |
| Non-Capped | \$ 400,000 | \$ 409,614 | \$ 410,000 | n/a | n/a |
| Total | \$ 18,679,514 | \$18,458,217 | \$ 19,043,683 | 2.89[#] | |

[#] Assuming \$12M of new property, the likely effective tax rate (minus debt service from DSEB) is estimated to be 2.82. The estimated total effective tax rate would be 2.89 when debt service is included (down from 3.45 in 2017)

Fund Balance History & Projections

| | FY 2022 | FY 2021 | Difference |
|---------------------------|---------------------|---------------------|--------------------|
| | (6-30-22) | (6-30-21) | |
| Education - I | \$5,346,167 | \$5,426,255 | -\$ 80,088 |
| Building - II | \$1,653,839 | \$1,131,310 | +\$ 522,529 |
| Bond/Int - III | \$ 37,328 | -\$ 5,160 | +\$ 42,488 |
| Transport - IV | \$ 325,774 | \$ 382,124 | -\$ 56,350 |
| IMRF - V | \$ 103,738 | \$ 114,674 | -\$ 10,936 |
| Work Cash - VII | \$ 0 | \$ 650,701 | -\$ 650,701 |
| Life Safety - VIII | \$ 472,200 | \$ 72,642 | +\$ 399,558 |
| FUND TOTAL | \$ 7,939,046 | \$ 7,772,547 | +\$ 166,499 |

SUMMARY COMMENTS

Assuming \$12 million of new property is realized, the effect of this Levy is:

*** A 1.4% increase in property taxes for
EXISTING HOMEOWNERS**

(Consistent with CPI...our costs are likely to rise in a commensurate-plus amount in the upcoming year)

*** An increase of 1.8% of add'l. revenue for
District 101 due to new property**

Questions?