2019 Property Tax Levy

Board of Education | October 21, 2019
2019 Property Tax Levy

- Is the District’s primary source of revenue (90%+)
- For a second consecutive time since the mid-1980’s, we recommend NOT capturing all available levy dollars
- Finance Committee recommends a levy approximately $1.6 million (or 2.8%) less than allowed under current law
- Used to fund the Fiscal Year 2020-2021 School Budget
2019 Property Tax Levy

- D 109 tax levy represents about 35% of a property owner’s tax bill

- We project a 2% percent increase in our portion of the tax bill (5% increase if Debt Service added back)

- This is accomplished by levying ZERO dollars in the Debt Service fund

- Approximately $1.6 million in bond principle and interest will be paid from available operating funds/fund balance
2019 Property Tax Levy

- Total levy request: $53,886,000 (vs. $52,291,000 extension in levy year 2017)

- Perhaps $400,000 - $600,000 in new levy dollars based solely on new property growth

- Despite a 3.1% increase in the overall dollar to D 109, the average property owner should see a 2.0% increase on the tax bill attributable to District 109
Debt Service 2019-20 & Beyond

- Approximately $1.6 million in bond principle and interest will be paid from available operating funds/fund balance.

- Previous projections demonstrated this abate could continue through 2021-22 while maintaining the Board’s target of 25% ratio operating fund balance to operating fund expenditures (i.e., 3 months of expenditures on-hand).

- After refinancing/restructuring bonds on Oct 1, 2019, latest projections allow two additional years of abatement before dropping below the 25% ratio (e.g., 2023-24 ending balance projects a 25.5% ratio).
### 2019 Levy Impact on District 109 Taxpayer

<table>
<thead>
<tr>
<th></th>
<th>2018 Levy</th>
<th>2019 Levy</th>
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</thead>
<tbody>
<tr>
<td>Fair Cash Value</td>
<td>$500,000</td>
<td>$520,000</td>
</tr>
<tr>
<td>Assessed Value (33%)</td>
<td>$166,667</td>
<td>$173,333</td>
</tr>
<tr>
<td>Homestead Exemption</td>
<td>($6,000)</td>
<td>($6,000)</td>
</tr>
<tr>
<td>Adj. Assessed Value</td>
<td>$160,667</td>
<td>$167,333</td>
</tr>
<tr>
<td>DPS109 Tax Rate</td>
<td>3.0691</td>
<td>3.0067</td>
</tr>
<tr>
<td>R.E. Taxes to DPS109</td>
<td>$4,931</td>
<td>$5,030</td>
</tr>
<tr>
<td>Dollar Increase</td>
<td>-</td>
<td>$99</td>
</tr>
<tr>
<td>Percentage Increase</td>
<td>-</td>
<td>2.01%</td>
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</tbody>
</table>
Next Steps

- No need for a Truth in Taxation Hearing however we have traditionally held one for transparency sake.

- Three Board resolutions to enact this recommendation (Levy, Spec Educ levy & Debt Service abatement resolution).

- Following a Nov 18, 2019 Hearing and Board action, the Levy will be delivered to County Clerk before the last Tuesday in December.