

# 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

	2018 Levy	2019 Levy
Fair Cash Value	\$500,000	\$520,000
Assessed Value (33%)	\$166,667	\$173,333
Homestead Exemption	(\$6,000)	(\$6,000)
Adj. Assessed Value	\$160,667	\$167,333
DPS109 Tax Rate	3.0691	3.0067
R.E. Taxes to DPS109	\$4,931	\$5,030
Dollar Increase	-	\$99
Percentage Increase	-	2.01%



# 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