

# LaGrange School District 105

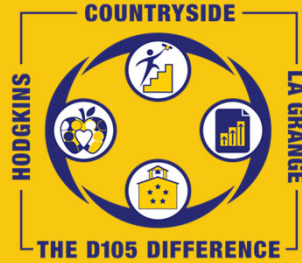
## 2024 Tax Levy Presentation

# Objectives



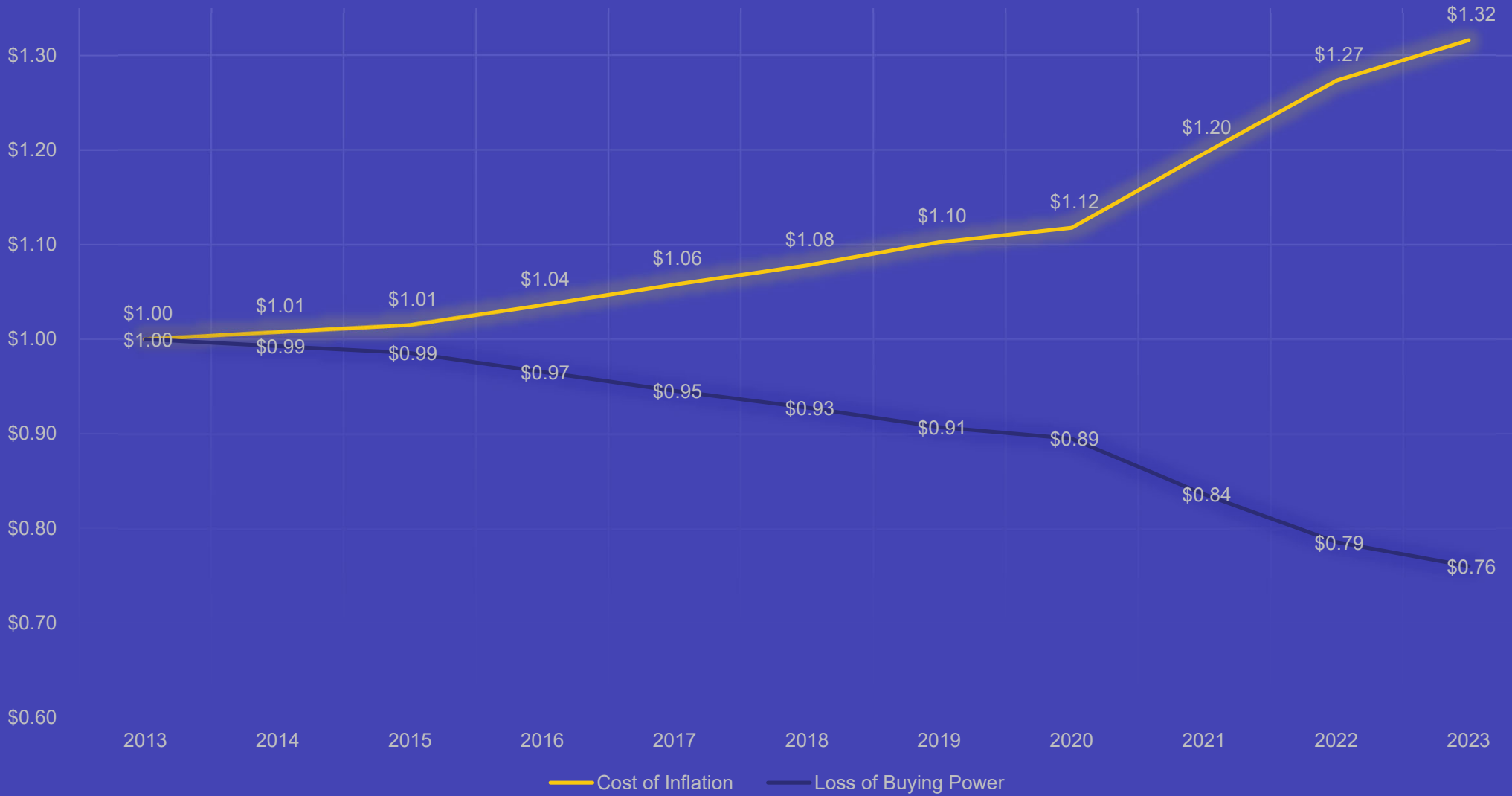
- Understanding the Tax Levy Process
  - Purpose of levying to taxing bodies
  - Levy vs Extension
- Securing potential revenue from projected sources

# Purpose of Tax Levy

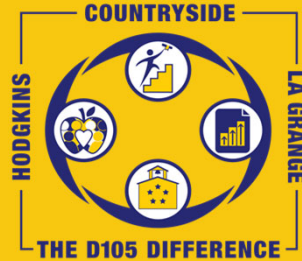


- Districts levy taxing bodies to adequately fund district program needs
- Levy supports the increases from the consumer price index (CPI)
- Capture new property within the district
  - Additions or renovations
- Present at a public hearing if levy increases by 5% or more
  - Truth in Taxation Hearing

## Impact of Inflation Costs (10-Year Analysis)

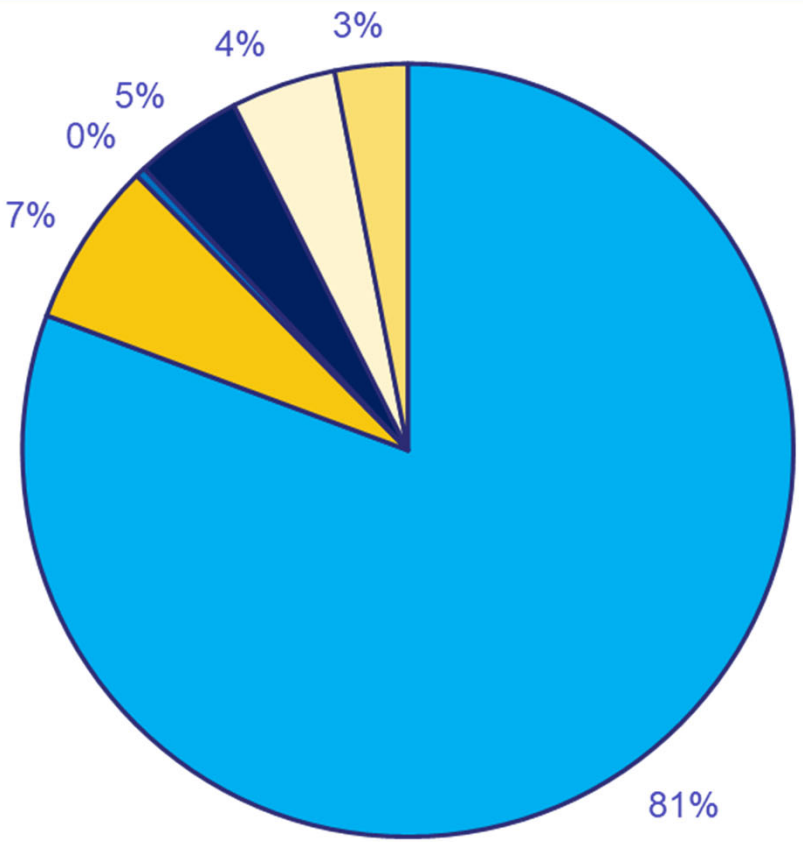
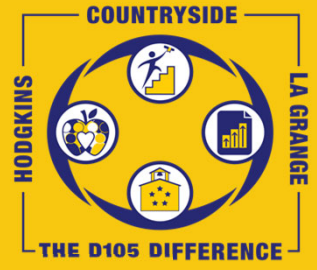


# Key points about Property Taxes



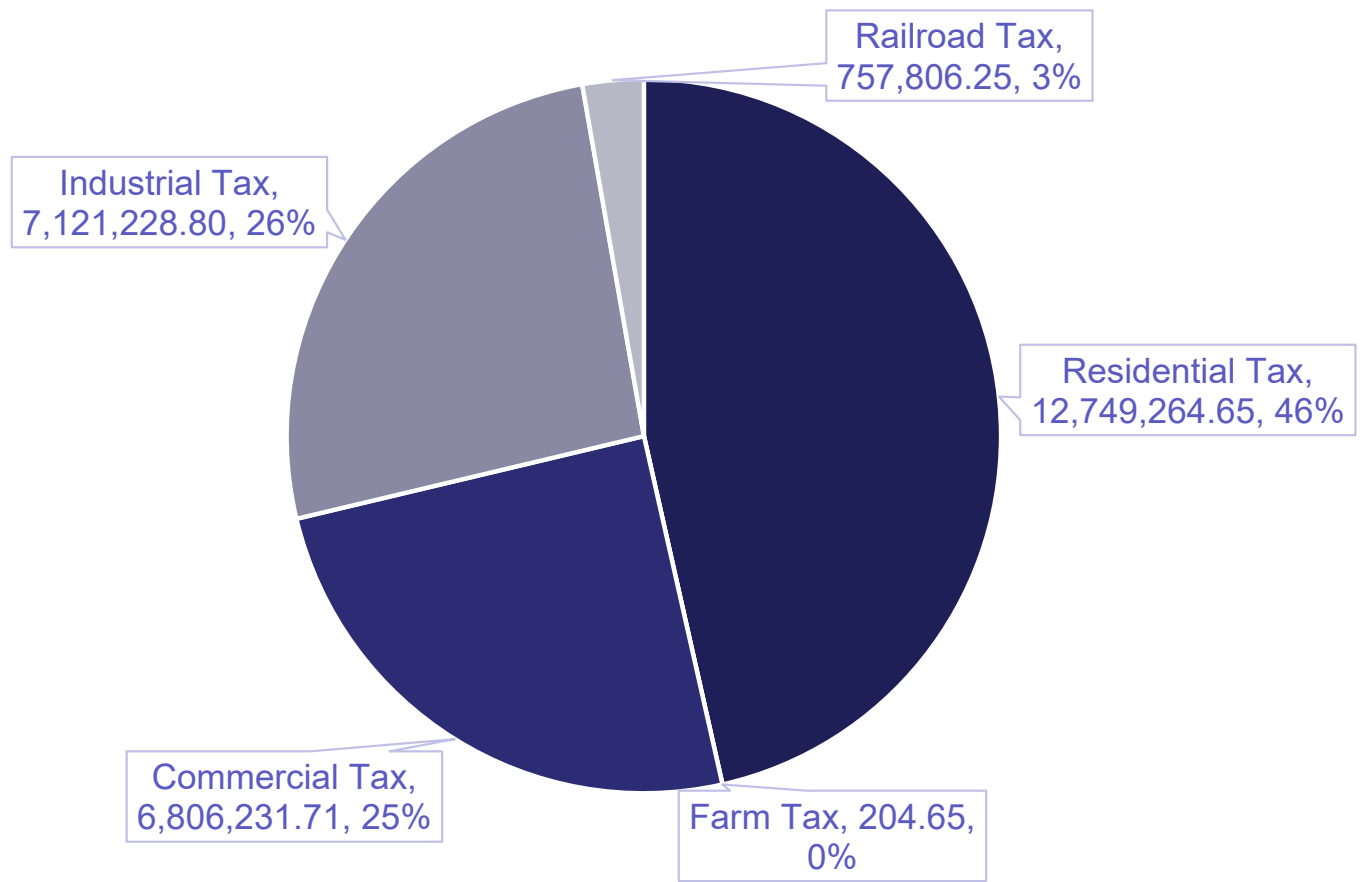
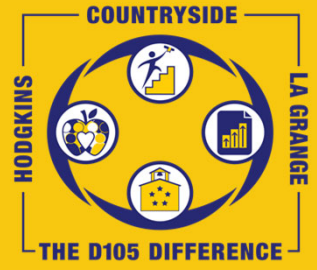
- A property tax is a real estate tax calculated by a local government and is based on the value of the owned property, including land.
- For most school districts in Illinois property taxes are the single largest source of revenue.
- In Illinois, counties that fall under the **tax cap** are subject to the Property Tax Extension Limitation Law (PTELL).
- Cook county enacted PTELL in 1994.
- PTELL limits the increase in a tax levy to the lesser of 5% or CPI, plus new property.
  - Ceiling limits enacted for Tax Year 2022 and 2023 since implementation

# District Revenues

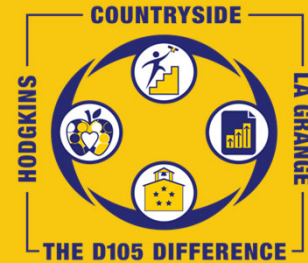


- PROPERTY TAXES
- CPPRT
- OTHER LOCAL REVENUE
- EVIDENCE BASED FUNDING
- STATE AID CATEGORICALS
- FEDERAL

# District Revenues-Property Taxes



# PTELL Components



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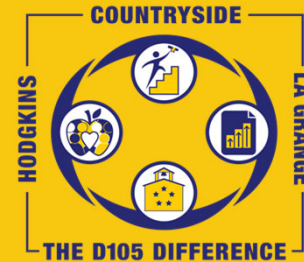
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# How are Property Taxes Calculated under PTELL?



- PTELL is a math formula that determines a Limiting Rate:

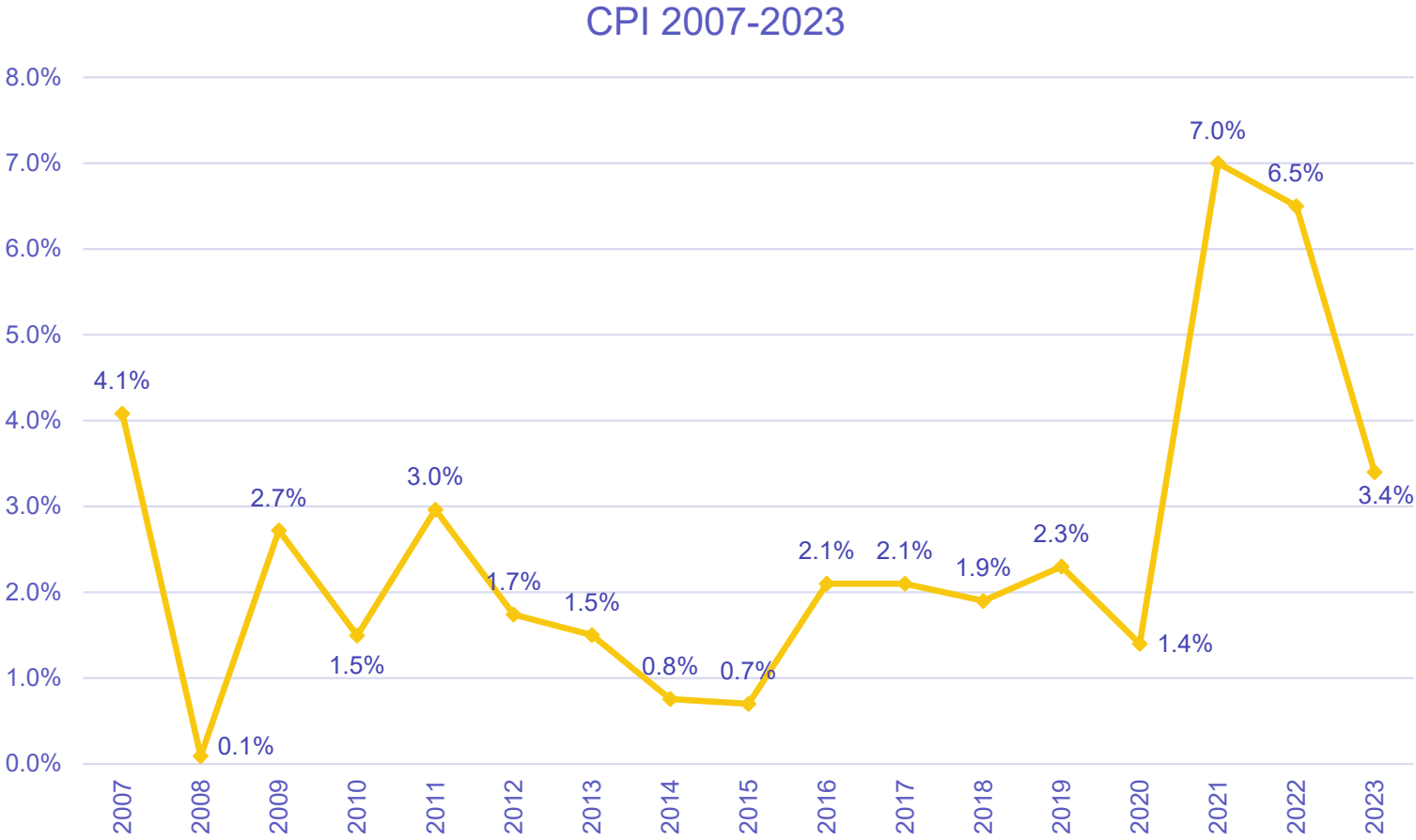
- $$LR = \frac{\text{Prior Year Extension} \times (1 + \text{Lessor of } 5\% \text{ or CPI})}{\text{Total EAV} - \text{New Property}}$$

- $$QW \text{ } \frac{7; k > > 1; 79355 \text{ } \} \text{ } \% 6 \text{ } \text{ } \text{ } 39^* .$$

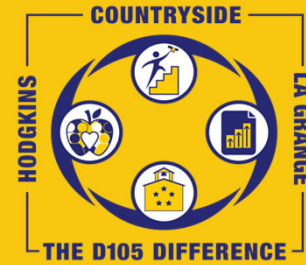
$$\rightarrow = ; < 188 : 1.57\% - \$10,000,000)$$

$$QW \text{ } \text{ } \text{ } 37877$$

# PTELL Components: Consumer Price Index (CPI)



# Levy - “Ask” vs Extension - “Receive”



## Levy – Ask

The total ask is for: \$28,136,425

## Extension – Receive

We expect to receive \$28,034,034

# Projected Extension - “Actual”



The extension is projected to be **\$28,034,031**

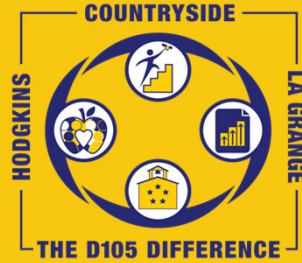
- CPI at 3.4%
- AV assumption to be down 3%
- New Property assumption of \$10,000,000
- Limiting Rate is 3.2322

# Tax Levy Process and Timeline



- November 25, 2024
  - Vote to approve the 2024 Preliminary Levy
- November 25, 2024
  - Preliminary levy on display for community
- December 16, 2024
  - Hold public hearing on tax levy to provide community transparency
  - Vote to approve 2024 Final Tax Levy
- By December 31, 2024
  - File Final Tax Levy with County Clerk

# Tax Levy Process and Timeline



- January 2025
  - County assessor completes assessment of all properties
- March 2025
  - County clerk sets the levy and divides total dollars among all properties in taxing area
- April/May 2025
  - Taxpayers receive tax bills

**COUNTRYSIDE**

**HODGKINS**

**LA GRANGE**



**THE D105 DIFFERENCE**