

Valley View Schools District 365U

The 2009 Tax Levy

Where do we get our funding?

- Local resources - \$157 million (69.7%)
mainly comprised of property taxes and user fees
- State funding - \$64 million (26.1%)
 - Includes on-behalf payment of \$21.1m
- Federal dollars estimated at \$14.4 million (4.2%)

Fund Balance Summary for FY10

Operating Funds	Education	O & M	Transportation	IMRF	Working Cash	Tort	TOTAL
Beginning Fund Balance as of 7/1/2009	\$ 53,533,329	\$ 13,057,846	\$ 7,634,596	\$ 2,013,373	\$ 31,395,290	\$ (1,278,493)	\$ 106,355,941
Add: Revenues	\$ 176,312,859	\$ 16,327,651	\$ 12,514,667	\$ 7,427,625	\$ 652,700	\$ 4,513,200	\$ 217,748,702
Subtract: Expenses	\$ 182,133,745	\$ 16,317,300	\$ 12,514,667	\$ 7,427,625	\$ 600,000	\$ 3,215,000	\$ 222,208,337
Estimated Fund Balance as of 6/30/2010 *includes early taxes	\$ 47,712,443	\$ 13,068,197	\$ 7,634,596	\$ 2,013,373	\$ 31,447,990	\$ 19,707	\$ 101,896,306
\$ change in fund balance	\$ (5,820,886)	\$ 10,351	\$ -	\$ -	\$ 52,700	\$ 1,298,200	\$ (4,459,635)
% change in fund balance	-10.87%	0.08%	0.00%	0.00%	0.17%		-4.19%
# Days cash on hand 6/30/10	96	292	223	99		2	167
Fund balance divided by (expenses/365)							

Excluding early taxes

Adjusted Fund Balance as of 6/30/10 excluding early taxes	\$ 2,380,443	\$ 6,081,197	\$ 5,583,492	\$ 233,373	\$ 31,420,390	\$ (3,117,293)	\$ 42,581,602
# Days cash on hand 6/30/10	5	136	163	11	-		70
Fund balance divided by (expenses/365)							

Estimated

Unpaid State Vouchers

<u>Voucher Type</u>	<u>Date</u>	<u>Amount</u>
Special Education Orphanage Reimbursement	8/27/2009	\$ 139,574
Special Education Extraordinary Reimbursement	9/24/2009	\$ 622,605
Special Education Private Facility Tuition Reimbursement	9/24/2009	\$ 405,545
Special Education - Personnel	9/24/2009	\$ 1,037,225
Subtotal		<u>\$ 2,204,949</u>
Transportation - Regular and Vocational	9/24/2009	\$ 698,578
Transportation - Special Education	9/24/2009	\$ 1,406,103
Subtotal		<u>\$ 2,104,681</u>
Early Childhood Block Grant	10/27/2009	\$ 54,000
State Free Lunch and Breakfast	9/8/2009	\$ 42,148
Reading Improvement Block Grant	10/22/2009	\$ 224,955
ADA Safety and Educational Block Grant	10/27/2009	\$ 73,782
Total vouchered and not yet reimbursed		<u>\$ 4,704,515</u>

Terms and Definitions

Equalized Assessed Valuation (EAV)	The total taxable value of property within the District
Levy	The amount of dollars requested by the District, typically know as a “balloon levy”
Extension	The taxes billed
PTELL	The Property Tax Extension Limitation Law or "Tax Cap". All property taxes are subject to the Tax Cap, except for Bonds.
Rate Limit	The limit expressed as the percentage of extension to EAV for a particular fund
Limiting Rate	The limit expressed as the percentage of extension to EAV for all subject to the Tax Cap
CPI	The change in the consumers price index over the previous year, expressed as a percentage
Aggregate Extension	The taxes subject to limitation by the Tax Cap

The Levy Process

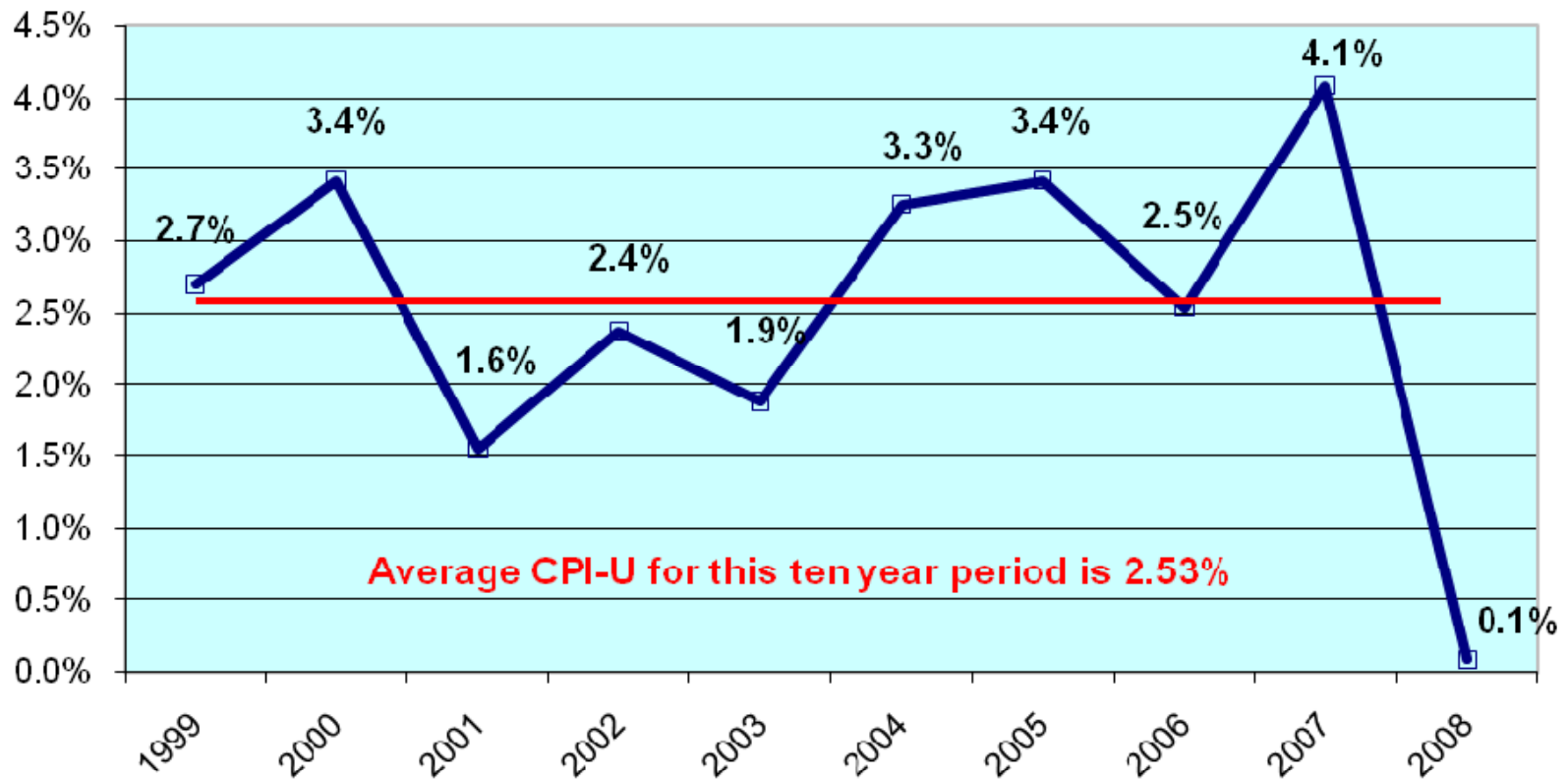
- Research and prepare tentative levy
- Present and authorize Truth In Taxation hearing and arrange necessary publication
- Conduct Truth in Taxation hearing and approve Levy Resolution
- Must adopt and file with County Clerk by last Tuesday in December

The Property Tax Levy

- Learning to live with PTELL (Property Tax Extension Limitation Law) since 1991
- Limits the increase in aggregate tax extension to the lesser of 5% or the 12-month rate of inflation as measured by the All Urban Consumer Price Index (CPI) published by the US Dept. of Labor

Consumer Price Index history

Percent of Change in December CPI-U for the Last 10 Years



Levy and New Property

- New properties are **ADDED** to the EAV and thus add to the levy
- New properties are collected beyond the capped levy amount
- If you do not capture all of the new EAV the first year it comes on the tax rolls, you can never capture it again in the future as new property

Debt Service

- The Debt Service portion of the tax levy has been predetermined by prior action when bonds are either sold or refinanced. The schedule is set at that time, and no further action is really necessary. The county clerk will extend taxes for debt service based upon resolutions filed when bonds for each year such a levy is required.

Equalized Assessed Valuation (EAV)

- Total EAV is a moving target
- Commercial and Industrial classifications can get a Board of Review change to reduce their EAV, which in turn gets “added” to other taxpayers bills. Same is true for exemptions
- Residential appeals which are granted negatively impact tax bills of all other taxpayers

VALLEY VIEW PROPERTY DATA

Taxable Property Values

- 81.15% - DuPage Township
- 18.85% - Lockport Township

Equalized Assessed Valuation by Property Class

- 64% - Residential
- 22% - Industrial
- 14% - Commercial

Bolingbrook residential growth data

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009*</u>
Occupancy Permits	496	200	125	68	18
Assessed Valuation	\$ 80,694,328	\$ 38,992,022	\$27,286,473	\$14,324,701	\$ 3,468,386

*thru November, 2009

Source: Village of Bolingbrook Community Development - Building Inspection Division

2009 Levy Exemption Recap

- Total Lost = \$205,221,934
 - Homestead = \$152.5 million
 - Senior Citizen = \$13.6 million
 - Senior Freeze = \$28 million
 - Home Improvement = \$2.2 million
 - TIF Zones = \$7.2million
 - Other = \$1.5 million

VALLEY VIEW EAV HISTORY

<u>Levy Year</u>	<u>EAV</u>	<u>\$ GROWTH</u>	<u>% CHANGE</u>	
1999	\$1,040,000,097	100,276,056	10.67%	
2000	\$1,174,401,215	134,401,118	12.92%	<u>10 Year Avg.</u>
2001	\$1,368,898,988	194,497,773	16.56%	12.02%
2002	\$1,526,234,016	157,335,028	11.49%	
2003	\$1,807,741,992	281,507,976	18.44%	<u>5 Year Avg.</u>
2004	\$1,984,214,191	176,472,199	9.76%	10.02%
2005	\$2,225,076,328	240,862,137	12.14%	
2006	\$2,492,673,282	267,596,954	12.03%	
2007	\$2,699,436,253	206,762,971	8.29%	
2008	\$2,912,037,761	212,601,508	7.88%	
2009**	\$2,947,171,396	35,133,635	1.30%	

**** Notes**

As of 11-6-09 per County Assessor's Office

Includes estimated reduction of \$205M in exemptions

COMPARISON OF 2008 EXTENSION TO 2009 TAX LEVY REQUEST

FUND	2008 EXTENSION	2009 LEVY	% INCREASE (DECREASE)
EDUCATION	\$ 86,796,200	94,800,160	9.22%
OPERATIONS & MAINTENANCE	\$ 17,373,217	14,532,960	-16.35%
TRANSPORTATION	\$ 4,994,145	2,477,280	-50.40%
SPECIAL EDUCATION	\$ 1,001,741	1,040,000	3.82%
TORT/ LIABILITY	\$ 2,725,667	3,692,000	35.45%
IL. MUNICIPAL RETIREMENT	\$ 1,779,255	1,853,280	4.16%
SOCIAL SECURITY	\$ 1,779,255	1,853,280	4.16%
FIRE PREV/SAFETY	\$ 99,009	105,040	6.09%
WORKING CASH	\$ 55,329	52,000	-6.02%
LEASING	\$ 78,625	81,120	3.17%
TOTAL LEVY (LESS B & I)	\$ 116,682,443	\$ 120,487,120	3.26%
BOND & INTEREST	\$ 16,313,236	\$ 20,349,809	24.74%
TOTAL LEVY	\$ 132,995,679	\$ 140,836,929	5.90%

2009 TAX LEVY WORKSHEET

ESTIMATED LEVY YEAR EAV	\$2,999,398,894	PR YR EXTENSION	\$132,995,679
PRIOR YEAR EAV	\$2,912,037,761	LESS B&I	<u>16,313,236</u>
TOTAL GROWTH	\$87,361,133		<u>\$116,682,443</u>
CHANGE IN CPI	0.1%		
PERCENTAGE EAV GROWTH	3.000%		
<hr/>			
% OF EAV GROWTH DUE TO NEW PROPERTY	\$75,000,000	PR YR TAX RATE LESS B&I	\$4.5671 <u>0.5602</u> <u>\$4.0069</u>

STEP 1: TAX RATES

	<u>REQUIRED RATE</u>	<u>LEVY</u>	<u>RATE LIMIT</u>
ED FUND	3.1606	94,800,160	\$ 6.00
O&M FUND	0.4845	14,532,960	\$ 0.75
TRANS FUND	0.0826	2,477,280	none
IMR FUND	0.0618	1,853,280	none
TORT FUND	0.1231	3,692,000	none
SPEC ED FUND	0.0347	1,040,000	\$ 0.80
LIFE SAFETY FUND	0.0035	105,040	\$ 0.10
SOC SECURITY FUND	0.0618	1,853,280	none
WORKING CASH	0.0017	52,000	\$ 0.05
LEASING	0.0027	81,120	\$ 0.10
STEP 2: SUM OF RATES	<u>\$4.0170</u>	<u>\$120,487,120</u>	

STEP 3: NUMERATOR 116,799,125 (EXTENSION LESS B&I * CPI)

STEP 4: DENOMINATOR 2,924,398,894 (EAV LESS NEW PROPERTY)

STEP 5: LIMITING RATE **\$3.99400** (STEP 3 / STEP 4)

2009 TAX LEVY WORKSHEET

STEP 6: IS DISTRICT AFFECTED?

YES

STEP 7: FACTOR TO
REDUCE RATES

0.994264 **Most likely to receive this percentage of levy request**

STEP 8: RATE + (-)

(\$0.0230)

STEP 9: PROJECTED FUND RATES

	<u>PROJECTED RATE</u>	<u>PROJECTED REDUCTION</u>	<u>PROJECTED EXTENSION</u>	
ED FUND	\$3.142509	0.0181	\$94,256,386	
O&M FUND	0.481750	0.0028	\$14,449,599	
TRANS FUND	0.082119	0.0005	\$2,463,070	
IMR FUND	0.061434	0.0004	\$1,842,650	
TORT FUND	0.122385	0.0007	\$3,670,823	
SPEC ED FUND	0.034475	0.0002	\$1,034,035	
LIFE SAFETY	0.003482	0.0000	\$104,437	
SOC SECURITY FUND	0.061434	0.0004	\$1,842,650	
WORKING CASH	0.001724	0.0000	\$51,702	
LEASING	0.002689	0.0000	\$80,655	
TOTALS (LESS B & I):	<u>\$3.994000</u>	<u>\$0.0230</u>	<u>\$119,796,006</u>	
BOND & INTEREST	\$0.678463	N/A	\$ 20,349,809	Prior Yr B & I \$ 16,313,236
TOTALS: Estimated	<u>\$4.672463</u>	<u>\$0.0230</u>	<u>\$140,145,815</u>	

HISTORICAL PROPERTY TAX LEVY REQUESTS AND FINAL EXTENSIONS

<u>Year</u>	<u>Levy Request</u>	<u>Levy Extension</u>	<u>% Extended</u>	<u>Dollar Increase</u>	<u>% Increase</u>	<u>Total Tax Rate</u>
1997	\$ 42,446,611	\$ 39,923,358	94.1%	\$ 3,934,891	10.9%	4.6707
1998	\$ 44,148,235	\$ 42,013,184	95.2%	\$ 2,089,826	5.2%	4.4708
1999	\$ 49,199,285	\$ 49,194,085	100.0%	\$ 7,180,901	17.1%	4.7302
2000	\$ 60,660,172	\$ 57,072,375	94.1%	\$ 7,878,290	16.0%	4.8597
2001	\$ 70,449,017	\$ 73,662,175	104.6%	\$ 16,589,800	29.1%	5.3814
2002	\$ 79,991,451	\$ 77,964,612	97.5%	\$ 4,302,437	5.8%	5.1083
2003	\$ 94,421,980	\$ 87,818,298	93.0%	\$ 9,853,686	12.6%	4.8579
2004	\$ 116,949,930	\$ 98,653,145	84.4%	\$ 10,834,847	12.3%	4.9719
2005	\$ 123,538,090	\$ 111,981,416	90.6%	\$ 13,328,271	13.5%	5.0327
2006	\$ 128,167,157	\$ 119,242,014	93.0%	\$ 7,260,598	6.5%	4.7837
2007	\$ 136,093,083	\$ 125,458,999	92.2%	\$ 6,216,985	5.2%	4.6476
2008	\$ 133,838,985	\$ 132,995,676	99.4%	\$ 7,536,677	6.0%	4.5671
**2009	\$ 140,836,929	\$ 140,145,815	99.5%	\$ 7,150,139	5.4%	4.7430

Estimated

Debt Service increase \$ **4,036,573**

New Operating \$ **3,113,566**

Receive in June \$ **1,510,080**

**** Estimated**

VALLEY VIEW SCHOOL DISTRICT 365U

TAX RATE HISTORY

<u>YEAR</u>	<u>TOTAL RATE</u>
1999	\$4.7302
2000	\$4.8597
2001	\$5.3814
2002	\$5.1083
2003	\$4.8579
2004	\$4.9719
2005	\$5.0327
2006	\$4.7837
2007	\$4.6476
2008	\$4.5671
2009	\$4.7430

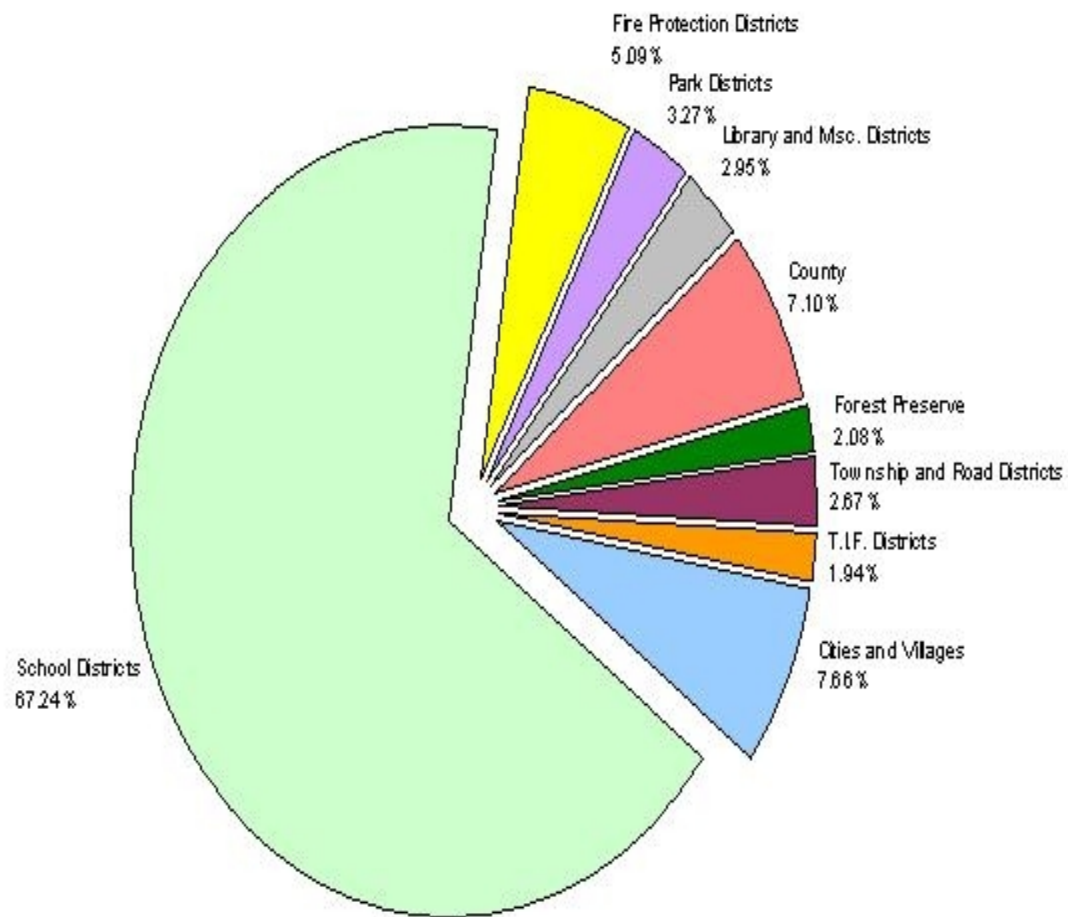
* Estimated*

TAX RATE HISTORY BY FUND

TAX YEAR	<u>2009</u>	2008	2007	2006	2005	2004
Education	3.1901	2.9806	3.1665	3.3035	3.41	3.4091
Operations and Maintenance	0.4890	0.5966	0.4948	0.5107	0.5517	0.6773
Transportation	0.0834	0.1715	0.1398	0.1597	0.1795	0.1806
IMRF	0.0624	0.0611	0.0598	0.0388	0.0405	0.0238
Social Security	0.0624	0.0611	0.0598	0.0388	0.0405	0.0238
Tort Liability	0.1242	0.0936	0.0449	0.0373	0.039	0.0470
Special Education	0.0350	0.0344	0.0334	0.035	0.0366	0.0361
Fire Prev/Life Safety	0.0035	0.0034	0.004	0.0041	0.0042	0.0052
Working Cash	0.0017	0.0019	0.0019	0.0019	0.0019	0.0452
Lease/Purchase	0.0027	0.0027	0.0026	0.0027	0.0027	0.0052
Bond and Interest	0.6885	0.5602	0.6401	0.6512	0.7261	0.5186
Total	4.7430	4.5671	4.6476	4.7837	5.0327	4.9719

Estimated

Allocation of the 2008 Levy Real Estate Property Taxes Payable in 2009



HOMEOWNER'S WORKSHEET

	2008	2009	2009	2009	2009		2008	2009	2009	2009	2009
		-2% growth	-1% Growth	0% growth	1% Growth			-2% growth	-1% growth	0% growth	1% Growth
HOME VALUE	\$175,000	\$171,500	\$173,250	\$175,000	\$176,750		\$300,000	\$294,000	\$297,000	\$300,000	\$303,000
times 1/3 equals											
Equalized Assessed Value	\$58,333	\$57,167	\$57,750	\$58,333	\$58,917		\$100,000	\$98,000	\$99,000	\$100,000	\$101,000
times	x	x	x	x	x		x	x	x	x	x
TOTAL TAX RATE	4.5671	4.7430	4.7430	4.7430	4.7430		4.5671	4.7430	4.7430	4.7430	4.7430
Divided by 100											
**TOTAL TAX DUE	\$2,664.14	\$2,711.42	\$2,739.08	\$2,766.75	\$2,794.42		\$4,567.10	\$4,648.14	\$4,695.57	\$4,743.00	\$4,790.43
DOLLAR INCREASE		\$47.27	\$74.94	\$102.61	\$130.28			\$81.04	\$128.47	\$175.90	\$223.33
PERCENT INCREASE		1.77%	2.81%	3.75%	4.71%			1.77%	2.81%	3.75%	4.71%

** Exemptions may yield lower tax bill i.e. homestead, senior citizen, senior freeze, home improvement

TOTAL TAX RATE CONSISTS OF:						
	2004	2005	2006	2007	2008	**2009**
Operating Funds	4.4533	4.3066	4.1325	4.0075	4.0069	4.0545
Bond & Interest Fund	0.5186	0.7261	0.6512	0.6401	0.5602	0.6885
Total	4.9719	5.0327	4.7837	4.6476	4.5671	4.7430

** Estimated**

Questions/Comments