



Komarek School District Number 94

Overview of \$22,000,000 Bond Referendum

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Example Tax Code

TAXING BODIES WITHIN TAX CODE 34004

(NORTH RIVERSIDE RESIDENT)

Cook County
Cook County Forest Preserve District
County Public Safety and Health Facilities
Consolidated Elections
Riverside Township
General Assistance/Road and Bridge
Village of North Riverside
Riverside Mental Health District
~~North Riverside Library District~~
Komarek School District Number 94
Riverside Brookfield HSD Number 208
Community College District Number 504
Metropolitan Water Reclamation District
Des Plaines Valley Mosquito Abatement District

TAXING BODIES WITHIN TAX CODE 31094

(BROADVIEW RESIDENT)

Cook County
Cook County Forest Preserve District
County Public Safety and Health Facilities
Consolidated Elections
Proviso Township
General Assistance/Road and Bridge
Village of Broadview
Proviso Mental Health
~~Broadview Library & Broadview Park District~~
Komarek School District Number 94
Riverside Brookfield HSD Number 208
Community College District Number 504
Metropolitan Water Reclamation District
Des Plaines Valley Mosquito Abatement District

Source: Cook County Clerk's Office

- School Districts are funded primarily through property tax levies with a lesser contribution from state and federal sources
 - Tax Collections are broken down into two categories
 - Operating Funds
 - Ed, O&M, Transportation, etc.
 - Bond and Interest
 - Limited Bonds (do not require voter approval)
 - Building Bonds (require voter approval)
- D94 averages 70% local sources and 24% state sources annually

- Each December, District 94 sends their tax levy to Cook County
 - This is a dollar amount, based on budget needs for each fund
 - The county applies applicable limitations to the levy
 - County also makes adjustments as necessary
 - This process determines what amount will be on your tax bill each year

Breakdown of District's Funds

CLRTM539-A				OFFICE OF THE COUNTY CLERK						
DATE 06/20/18	TAX YEAR 2017			AGENCY TAX RATE REPORT						
				PRIOR YEAR COOK COUNTY EAV	129,759,470			COOK COUNTY	2017 EAV	168,944,806
AGENCY 04-0550-000 SCHOOL DISTRICT 94				CURR NEW PROP, ANN., REC. TIF VAL,				DUPAGE		
				EXP. INCENTIVES MINUS DISCONNECT PROP	18,810,741			LAKE		
PROPERTY TAX EXTENSION LIMITING LAW (PTELL) LIMITING RATE CALCULATION				TOTAL	148,570,211			WILL		
2016 AGGREGATE EXTENSION X 1.0210	2017 EAV MINUS NEW PROP, ANN., REC TIF VAL, EXP. INCENTIVES PLUS DISCONNECTIONS			LIMITING RATE				KANE		
4,411,334	/ 150,134,065	=		2.939				MCHENRY		
								DEKALB		
								GRUNDY		
								KANKAKEE		
								KENDALL		
								LA SALLE		
								LIVINGSTON		
				AGENCY OVERALL EAV	168,944,806			TOTAL		168,944,806

FUND DESCRIPTION OF FUND	LEVY AMOUNT	LOSS AMOUNT	LOSS %	TOTAL LEVY	TAX RATE CEILING	MAXIMUM ALLOWABLE LEVY	PRELIMINARY TAX RATE	PTELL REDUCED LEVY SEE BELOW	100.00% OF BURDEN IN COOK COUNTY	FINAL TAX RATE
008 I.M.R.F.	113,300	3,399	3	116,699	0.0000	116,699	0.0691		116,699	0.0691
019 LIABILITY INSURANCE	0	0	3	0	0.0000	0	0.0000		0	0.0000
051 TRANSPORTATION	46,350	1,391	3	47,741	0.0000	47,741	0.0283		47,741	0.0283
052 EDUCATION	4,200,752	126,023	3	4,326,775	0.0000	4,326,775	2.5611	3,919,566*	3,919,566	2.3200
053 BUILDING	448,050	13,442	3	461,492	0.5500	461,492	0.2732		461,492	0.2732
054 BUILDING BONDS (BONDS & INT. SCHOOL)	0	0	5	0	0.0000	0	0.0000		0	0.0000
055 WORKING CASH FUNDS	83,173	2,495	3	85,668	0.0500	74,285	0.0440	1*	1	0.0000
056 LIFE SAFETY	0	0		0	0.1000	0	0.0000		0	0.0000
058 SPECIAL EDUCATION	406,850	12,206	3	419,056	0.4000	419,056	0.2480		419,056	0.2480
182 LIFE SAFETY BOND	0	0	5	0	0.0000	0	0.0000		0	0.0000
400 LIMITED BONDS	396,550	19,828	5	416,378	0.0000	416,378	0.2465		416,378	0.2465
402 LIFE SAFETY LIMITED BONDS	0	0	5	0	0.0000	0	0.0000		0	0.0000
TOTAL CAP FUNDS				5,457,431		5,446,048	3.224	3,919,567	4,964,555	2.939
TOTAL NON CAP FUNDS				416,378		416,378	0.2465		416,378	0.2465
AGENCY GRAND TOTAL				5,873,809		5,862,426	3.471	3,919,567	5,380,933	3.186

2017 NON CAP FUNDS TAX EXTENSION TOTAL 416,448.95 2017 TAX EXTENSION GRAND TOTAL 5,382,581.52

Breakdown of District's Funds

FUND DESCRIPTION OF FUND	LEVY AMOUNT LOSS AMOUNT	LOSS %	TOTAL LEVY	TAX RATE CEILING	MAXIMUM ALLOWABLE LEVY	PRELIMINARY TAX RATE
008 I.M.R.F.	113,300 3,399	3	116,699	0.0000	116,699	0.0691
019 LIABILITY INSURANCE	0 0	3	0	0.0000	0	0.0000
051 TRANSPORTATION	46,350 1,391	3	47,741	0.0000	47,741	0.0283
052 EDUCATION	4,200,752 126,023	3	4,326,775	0.0000	4,326,775	2.5611
053 BUILDING	448,050 13,442	3	461,492	0.5500	461,492	0.2732
054 BUILDING BONDS (BONDS & INT. SCHOOL)	0 0	5	0	0.0000	0	0.0000
055 WORKING CASH FUNDS	83,173 2,495	3	85,668	0.0500	74,285	0.0440
056 LIFE SAFETY	0 0		0	0.1000	0	0.0000
058 SPECIAL EDUCATION	406,850 12,206	3	419,056	0.4000	419,056	0.2480
182 LIFE SAFETY BOND	0 0	5	0	0.0000	0	0.0000
400 LIMITED BONDS	396,550 19,828	5	416,378	0.0000	416,378	0.2465
402 LIFE SAFETY LIMITED BONDS	0 0	5	0	0.0000	0	0.0000

Overview of Referendum Process

- School Bond Referendum is generally reserved for significant building additions, major capital projects or new buildings
- Ballot Resolution must be passed by the Board of Education
 - Deadline for adoption by School Board is **January 14th, 2019**
 - The Board will vote at the December 11th, 2018 meeting
 - Deadline to file with County Clerk is **January 24th, 2019**
- Once Ballot Resolution is filed, campaigning efforts would begin by a community committee (not district employees)
- The question is voted upon by registered voters living within the School District's boundaries on **April 2, 2019**

Successful Referendum – What Now?

- Once bond issue closes, proceeds deposited in Capital Projects Fund
 - Once in Capital Projects Fund, can only be used for the approved Capital Projects
 - Cannot be used for operational cash flow, or any other purpose
- Legal requirement to spend 85% of bond proceeds in 3 years

- Under statute, a school bond issue must be repaid within 20 years of issuance
 - Individuals can take out 30 year mortgages, schools can issue 20 year bonds
- The Building Bonds can be refunded at a later date to change the repayment period and stretch the payments further
 - Extending the repayment reduces the annual impact to taxpayers, but additional interest would be paid over time

How Impact is Calculated

TAX CALCULATOR			
2016 Assessed Value	17,722	2017 Total Tax Before Exemptions	
2017 Property Value	214,230		5,228.66
2017 Assessment Level	X 10%	Homeowner's Exemption	-823.80
2017 Assessed Value	21,423	Senior Citizen Exemption	-659.04
2017 State Equalizer	X 2.9627	Senior Freeze Exemption	-1,345.68
2017 Equalized Assessed Value (EAV)		2017 Total Tax After Exemptions	
	63,470		2,400.14
2017 Local Tax Rate	X 8.238%	First Installment	1,780.54
2017 Total Tax Before Exemptions		Second Installment +	619.60
	5,228.66	Total 2017 Tax (Payable in 2018)	
			2,400.14

Note:

- The image above is an excerpt of a 2017 Tax Bill
- The highlighted “2017 Property Value” should be used for calculating impacts

Estimated Impacts of Bond Issue

Bond Year Ending Dec 1	Tax Impact on \$150,000 Home ⁽¹⁾		Tax Impact on \$200,000 Home ⁽¹⁾		Tax Impact on \$250,000 Home ⁽¹⁾		Tax Impact on \$300,000 Home ⁽¹⁾	
	Annual	Monthly	Annual	Monthly	Annual	Monthly	Annual	Monthly
2019	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2020	\$210	\$18	\$281	\$23	\$351	\$29	\$421	\$35
2021	\$248	\$21	\$331	\$28	\$414	\$34	\$496	\$41
2022	\$282	\$23	\$376	\$31	\$470	\$39	\$564	\$47
2023	\$317	\$26	\$423	\$35	\$529	\$44	\$635	\$53
2024	\$353	\$29	\$470	\$39	\$588	\$49	\$705	\$59
2025	\$388	\$32	\$518	\$43	\$647	\$54	\$777	\$65
2026	\$424	\$35	\$565	\$47	\$706	\$59	\$847	\$71
2027	\$459	\$38	\$612	\$51	\$766	\$64	\$919	\$77
2028	\$494	\$41	\$659	\$55	\$824	\$69	\$989	\$82
2029	\$626	\$52	\$834	\$70	\$1,043	\$87	\$1,251	\$104
2030	\$626	\$52	\$835	\$70	\$1,044	\$87	\$1,252	\$104
2031	\$626	\$52	\$834	\$70	\$1,043	\$87	\$1,251	\$104
2032	\$626	\$52	\$834	\$70	\$1,043	\$87	\$1,251	\$104
2033	\$626	\$52	\$834	\$70	\$1,043	\$87	\$1,251	\$104
2034	\$626	\$52	\$835	\$70	\$1,043	\$87	\$1,252	\$104
2035	\$625	\$52	\$834	\$69	\$1,042	\$87	\$1,250	\$104
2036	\$626	\$52	\$834	\$70	\$1,043	\$87	\$1,251	\$104
2037	\$625	\$52	\$833	\$69	\$1,042	\$87	\$1,250	\$104
2038	\$626	\$52	\$834	\$70	\$1,043	\$87	\$1,251	\$104

These Payments can be refinanced at a later date

(1) See previous slide for appropriate value to be used in determining your estimated impact.

Assumptions for Impacts


- These impacts are based upon the following assumptions:
 - \$22,000,000 of Building Bonds issued in 2019
 - Market conditions as of November 21, 2018
 - The current 2017 EAV for District 94 and Cook Co. Equalization Factor

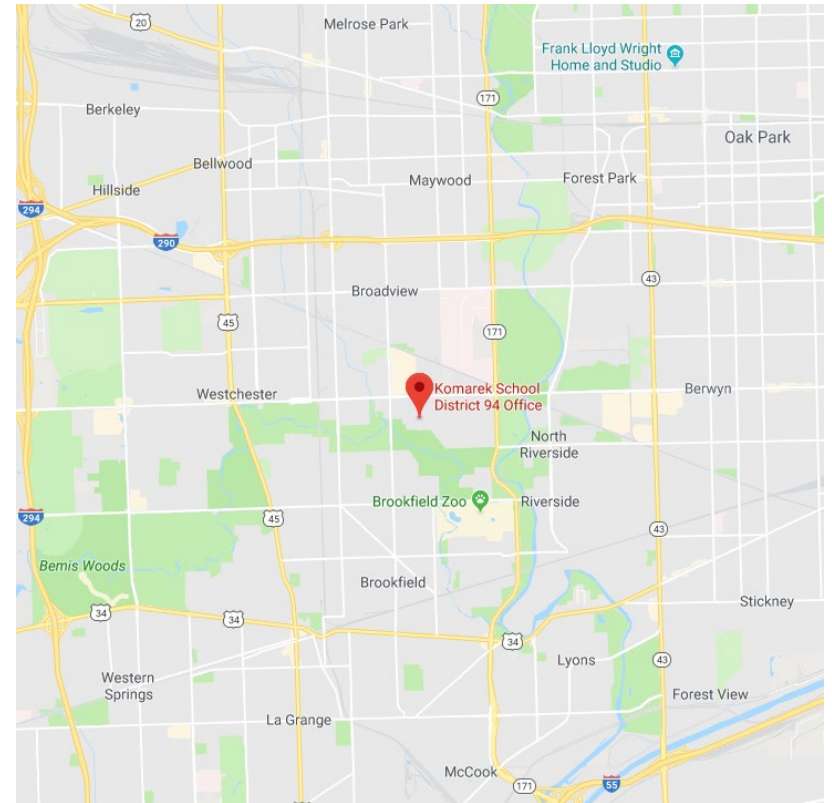
- These impacts do not include the Cook County Homeowner's exemption of \$10,000

- Other exemptions a homeowner may qualify for, such as the Senior Citizen Homestead Exemption and Disabled Veteran Homestead Exemption, would bring the estimates lower

- This information is for discussion purposes only and can change depending on future market conditions at the time of issuance

Comparative Tax Rates

Cook County School District	Levy Year 2017 Tax Rate	
93 (Hillside)	2.358	First Year After Referendum
92.5 (Westchester)	3.178	
94 (Komarek)	3.186	3.6596
89 (Maywood-Melrose Park-Broadview)	3.230	
98 (North Berwyn)	3.346	
90 (River Forest)	3.852	
99 (Cicero)	4.111	
91 (Forest Park)	4.309	
95 (Brookfield-LaGrange)	4.394	
97 (Oak Park)	4.489	
88 (Bellwood)	4.507	
87 (Berkeley)	4.509	
84.5 (River Grove)	4.558	
96 (Riverside)	4.647	
100 (Berwyn South)	5.076	
92 (Lindop)	6.227	
Average	4.175	



Have Finance Specific Questions?

Finance Questions Open House

When:

Wednesday, December 12th, 2018

noon – 7:00pm

Where:

District Office

8940 W 24th Street, North Riverside, IL 60546

Please feel free to stop in if you have additional questions!



Small Group Discussion Questions

1. What surprised you? What was new information?
E.g. - The needs of the building? How to address the needs? etc.
2. What do you want to know more about? What questions do you have?
3. Would you/how would you like to continue to be informed and engaged going forward?