

**Sauk Valley Community College
December 16, 2019**

Action Item 4.2

Topic: 2019 Tax Levy

College Health: **Metric 3, Financial Stability – The College uses its revenue conservatively. The College pursues and utilizes alternative revenue streams.**

Presented By: **Dr. David Hellmich and Kent Sorenson**

Presentation:

At the November 25, 2019, Board of Trustees meeting, the Board reviewed the estimated 2019 aggregate tax levy with the final adoption deferred until the meeting on December 16, 2019.

The Illinois Public Community College Act (110 ILCS 805/) requires the Board to annually adopt the necessary tax levies. Such tax levies are to be filed with the county clerks of the six counties within the College District on or before the last Tuesday in December. The deadline for filing the tax levies for the 2019 tax year is December 31, 2019.

Based upon current information, it is anticipated the Equalized Assessed Value (the EAV) of the College's District will increase modestly. The proposed aggregate levy for tax year 2019 is \$6,516,500. The proposed levies for the Education and Operations and Maintenance purposes allow for approximately a 5.0% increase in EAV. The proposed Additional Tax for education and operations and maintenance purposes in accordance with Section 805/3-14.3 of the Illinois Public Community College Act and the appropriate certification by the Illinois Community College Board. This levy is subject to the "back-door" referendum provisions of the Illinois Public Community College Act. As required by the Illinois Public Community College Act, notice of intent to levy of the Additional Tax was published within ten days (November 15, 2019) of the adoption of the Board's Resolution of its intent to levy such Additional Tax (November 13, 2019).

The Illinois Truth in Taxation Law (35 ILCS 200/18-55 et seq.) requires the College to hold a public hearing on the adoption of its tax levy if such aggregate levy is more than 105% of its prior year's extension plus any tax abatements. The proposed amounts decrease the aggregate levy by 0.35% (bond and interest levy are excluded from the aggregate levy by statute for this calculation). As the aggregate levy is less than the 2018 tax extensions, a public hearing is not required.

After due consideration of all factors and uncertainties involved, it is recommended the Board tentatively adopts the 2019 tax levies as indicated below. Also shown is a comparison of these proposed levies with the estimated aggregate levy presented at the November 25, 2019 Board meeting and the actual extensions from tax year 2018.

Fund Name	Fund Number	2019 Levy Proposed 12/16/2019	2019 Levy Proposed 11/25/2019	2018 Levy Extension
Education	01	\$ 4,580,000	\$ 4,600,000	\$ 4,342,081
Operations & Maintenance	02	560,000	550,000	531,683
Additional Tax	01	295,000	285,000	287,109
Protection, Health and Safety	03	890,000	890,000	859,555
Liability, Protection and Settlement	12	-	-	336,733
Social Security/ Medicare	12	131,500	131,500	129,376
Audit	11	60,000	60,000	53,168
Aggregate levy		\$ 6,516,500	\$ 6,516,500	\$ 6,539,706

Based upon the estimated EAV of \$1,861,728,480, the proposed aggregate levy represents an estimated tax rate 34.86¢ per \$100 of EAV. The 2018 rate for the aggregate levy was 36.90¢. The aggregate levy rate decrease is -5.53% under the prior year. The proposed aggregate levy rate may increase or decrease once the final EAV has been certified by the counties.

The 2019 tax levy for Bond & Interest Purposes will be \$1,862,000. The proposed 2019 total tax levy (aggregate levy plus levy for bond & interest) will be \$8,378,500, an increase of \$787,833 from prior year. Based upon the estimated EAV of \$1,861,728,480, the proposed total levy represents a total estimated tax rate of 45.07¢ per \$100 of EAV, an increase of 5.23% from prior year (42.83¢). The proposed total tax levy rate may increase or decrease once the final EAV has been certified by the counties.

Recommendation:

The administration recommends the Board adopt the attached resolution regarding the 2019 tax levy for the following amounts:

Fund Name	Fund Number	2019 Tax Levy
Education	01	\$ 4,580,000
Operations & Maintenance	02	560,000
Additional Tax	01	295,000
Protection, Health and Safety	03	890,000
Liability, Protection and Settlement	12	-
Social Security/ Medicare	12	131,500
Audit	11	60,000

**RESOLUTION OF THE BOARD OF TRUSTEES OF SAUK VALLEY COMMUNITY
COLLEGE DISTRICT NO. 506**

Annual Tax Levy

BE IT RESOLVED THAT the Board of Trustees of Community College District No. 506, Counties of Whiteside, Lee, Ogle, Henry, Bureau and Carroll, and State of Illinois has ascertained and does hereby ascertain and determine that the sum of **Four Million, Five Hundred Eighty Thousand Dollars (\$4,580,000)** must be raised by tax for Educational Purposes; the sum of **Five Hundred Sixty Thousand Dollars (\$560,000)** must be raised by tax for Operations and Maintenance Purposes; the sum of **Two Hundred Ninety-Five Thousand Dollars (\$295,000)** must be raised by additional tax for Educational and Operations and Maintenance Purposes; the sum of **One Hundred Thirty-One Thousand, Five Hundred Dollars (\$131,500)** must be raised by special tax for Social Security and Medicare Insurance Purposes; the sum of **Sixty Thousand Dollars (\$60,000)** must be raised by special tax for Financial Audit Purposes; the sum of **Eight Hundred Ninety Thousand Dollars (\$890,000)** must be raised by special tax for Protection, Health and Safety Purposes on the equalized assessed value of the taxable property of Community College District No. 506, Counties of Whiteside, Lee, Ogle, Henry, Bureau and Carroll, and State of Illinois, for the year 2019 to be collected in the year 2020; and that the levy for the year 2019 be allocated approximately 50% for Fiscal Year 2020 and approximately 50% for Fiscal Year 2021.

THEREFORE, BE IT RESOLVED THAT such amounts shall be certified and filed with the County Clerks of Whiteside, Lee, Ogle, Henry, Bureau and Carroll Counties on or before the last Tuesday in December 2019; that the Chairman and Secretary of its Board of Trustees certify the tax levy in the form and manner as prescribed by statute.

Signed this 16th day of December, 2019

BOARD OF TRUSTEES, COMMUNITY COLLEGE DISTRICT NO. 506, COUNTIES OF WHITESIDE, LEE, OGLE, HENRY, BUREAU, AND CARROLL, AND THE STATE OF ILLINOIS.

Chairman, Board of Trustees

Secretary, Board of Trustees

CERTIFICATE OF TAX LEVY

Community College District No. 506

County(ies): Whiteside, Lee, Ogle, Bureau, Henry and Carrol

Community College District Name: Sauk Valley Community College and State of Illinois

We hereby certify that we require:

the sum of <u>\$4,580,000</u>	to be levied as a tax for educational purposes (110 ILCS 805/3-1), and
the sum of <u>\$560,000</u>	to be levied as a tax for operations and maintenance purposes (110 ILCS 805/3-1), and
the sum of <u>\$295,000</u>	to be levied as an additional tax for educational and operations and maintenance purposes (110 ILCS 805/3-14.3), and
the sum of \$ <u> </u>	to be levied as a special tax for purposes of the Local Governmental and Governmental Employees Tort Immunity Act (745 ICLS 10/9-107), and
the sum of <u>\$131,500</u>	to be levied as a special tax for Social Security and Medicare insurance purposes (40 ILCS 5/21-110 and 5/21-110.1), and
the sum of <u>\$60,000</u>	to be levied as a special tax for financial audit purposes (50 ILCS 310/9), and
the sum of <u>\$890,000</u>	to be levied as a special tax for protection, health, and safety purposes (110 ILCS 805/3-20.3.01), and
the sum of \$ <u> </u>	to be levied as a special tax for (specify) <u> </u> purposes, on the taxable property of our community college district for the year 2019.

Signed this 16th day of December, 2019

Chairman of the Board of Said Community College District

Secretary of the Board of Said Community College District

When any community college district is authorized to issue bonds, the community college board shall file in the office of the county clerk in which any part of the community college district is situated a certified copy of the resolution providing for their issuance and levying a tax to pay them. The county clerk shall each year during the life of a bond issue extend the tax for bonds and interest set forth in the certified copy of the resolution. Therefore, to avoid a possible duplication of tax levies, the community college board should not include in its annual tax levy a levy for bonds and interest.

Number of bond issues of said community college district which have not been paid in full Two.

This certificate of tax levy shall be filed with the county clerk of each county in which any part of the community college district is located on or before the last Tuesday in December.

(DETACH AND RETURN TO COMMUNITY COLLEGE DISTRICT)

This is to certify that the Certificate of Tax Levy for Community College District No. 506, County(ies) of Whiteside, Lee, Ogle, Bureau, Henry and Carroll and State of Illinois on the equalized assessed value of all taxable property of said community college district for the year 2019 was filed in the office of the County Clerk of this county on , 2019.

In addition to an extension of taxes authorized by levies made by the board of said community college district an additional extension(s) will be made, as authorized by resolution(s) on file in this office, to provide funds to retire bonds and pay interest thereon. The total amount, as approved in the original resolution(s), for said purpose for the year 2019 is \$.

Date

County Clerk and County

**TRUTH IN TAXATION
CERTIFICATE OF COMPLIANCE
LEE COUNTY, ILLINOIS**

I, the undersigned, hereby certify that I am the presiding officer of
Community College District No. 506, Counties of Whiteside, Lee, Ogle, Henry, Bureau and Carrol
and State of Illinois _____,

Legal Name of Taxing District

and as such, I certify that the levy ordinance, a copy of which is attached, was adopted pursuant to, and in all respects in compliance with, the provisions of 35 ILCS 200/18-60 through 35 ILCS 200/18-85 of the "Truth In Taxation Act".

CHECK THE BOX THAT APPLIES:

- 1.) The taxing district's aggregate levy did not exceed a 5% increase over the prior year's extension. Therefore, a notice and hearing were not necessary.

- 2.) The taxing district published a notice in the newspaper and conducted a hearing, meeting the requirements of the Truth in Taxation Law.
The notice was published on the following date: _____

Name of Publication: _____

- 3.) The proposed aggregate levy did not exceed a 5% increase over the prior year's extension. Therefore, a hearing was not held. The adopted aggregate tax levy exceeded 5% of the prior year's extension and a notice was published within 15 days of its adoption in accordance with the Truth in Taxation Law.
The notice was published on the following date: _____

Name of Publication: _____

- 4.) The adopted levy exceeded the amount stated in the published notice. A second notice was published within 15 days of the adoption in accordance with the Truth in Taxation Law.
The notice was published on the following date: _____

Name of Publication: _____

This certificate applies to the 2019 levy year.

Dated: December 16, 2019

Presiding Officer: _____

Signature