

**Sauk Valley Community College
November 23, 2020**

Agenda Item 3.1.5

Topic: **2020 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:

Illinois Truth in Taxation Law (35 ILCS 200/18-55 et seq.) requires a taxing district's corporate authority to estimate amounts to be levied 20 days prior to the adoption of its aggregate levy. The College's estimated aggregate levy for tax year 2020 is \$6,811,927. The 2020 estimated aggregate levy is \$324,377 more than the aggregate levy extended for tax year 2019, which totaled \$6,487,550, including tax abatements.

The estimated 2020 tax levy represents an overall decrease the College's tax rate of \$0.0113 per \$100 of assessed valuation (or 2.52%) from the College's 2019 tax year certified rate.



2020 Tax Levy

Board of Trustees

November 23, 2020

S A U K V A L L E Y C O M M U N I T Y C O L L E G E

*SVCC is dedicated to teaching and scholarship while engaging the community
in lifelong learning, public service, and economic development.*

Tax Levy Goals

College Health Metrics

- **Financial Stability:** The College uses its revenue conservatively. The College pursues and utilizes alternative revenue streams.
- **Campus Environment:** College facilities and grounds are clean and updated. The campus is safe, secure and welcoming.
- **Planning:** The College conducts thoughtful, systematic planning to support future operations. Plans are updated annually or as necessary.

Key Definitions

- **“Aggregate levy”** means annual corporate property tax levy plus the special purpose levies that are made annually
- **“Debt Service levy”** means levies made to retire the principal or pay interest on bonds

Equalized Assessed Value (EAV)

<u>County</u>	<u>2019 Estimate</u>	<u>2019 Actual</u>	<u>+/-%</u>	<u>2020 Estimate</u>	<u>+/-%</u>
Whiteside	\$ 830,357,618	\$ 832,692,286	100.28%	\$ 871,361,188	104.64%
Lee	657,849,289	653,262,715	99.30%	713,949,080	109.29%
Ogle	130,647,936	130,819,284	100.13%	137,599,820	105.18%
Bureau	143,668,199	144,114,028	100.31%	149,629,554	103.83%
Carroll	94,863,895	95,081,693	100.23%	98,091,664	103.17%
Henry	4,309,469	4,334,243	100.57%	4,568,124	105.40%
Total	\$ 1,861,696,406	\$ 1,860,304,249	99.93%	\$ 1,975,199,430	106.18%

- Estimated increase to District's EAV of 6.18%
- 2020 estimates obtained from County Assessors
- New construction of \$49,000,000 in Lee and Whiteside counties.

Levy Summary

<u>Fund Name</u>	<u>Fund Number</u>	<u>2019 Levy Request*</u>	<u>2019 Levy Extension</u>	<u>2020 Levy Proposed</u>	<u>\$ Change</u>	<u>% Change</u>	<u>2019 Cert. Rate*</u>	<u>2020 Estimated</u>	<u>Change</u>	<u>% Change</u>
Education	01	\$ 4,580,000	\$ 4,557,746	\$ 4,863,500	\$ 305,754	6.71%	0.2450	0.2450	-	0.00
Operations & Maintenance	02	560,000	558,091	595,550	37,459	6.71%	0.0300	0.0300	-	0.00
Additional Tax	01	295,000	288,347	315,500	27,153	9.42%	0.0155	0.0159	0.0004	2.58%
Protection, Health and Safety	03	890,000	891,496	900,000	8,504	0.95%	0.0478	0.0456	(0.0022)	-4.68%
Liability, Protection and Settlement	12	-	-	-	-	0.00%	-	-	-	0.00%
Social Security/ Medicare	12	131,500	132,151	88,877	(43,274)	-32.75%	0.0071	0.0045	(0.0026)	-36.62%
Audit	11	60,000	59,718	48,500	(11,218)	-18.78%	0.0032	0.0025	(0.0007)	-23.27%
Prior Year Adjustment			(258)							
Tax Abatements			48,530							
Aggregate levy		6,516,500	6,487,550	6,811,927	324,377	5.00%	0.3486	0.3434	(0.0052)	-1.49%
Bond & Interest	04	1,862,000	1,873,063	1,865,800	(7,263)	-0.39%	0.1006	0.0945	(0.0061)	-6.10%
Total levy		8,378,500	8,360,613	8,677,727	317,114	3.79%	0.4492	0.4379	(0.0113)	-2.52%

Estimated Aggregate levy is \$6,811,927

* Lee County District Tax Comp Reports (source: www.leecountyil.com)

Aggregate Levy

- Education and Operations & Maintenance levies will be extended within the College's statutory limits of 0.2450% for Education and 0.0300% for Operations and Maintenance.
- The 2020 Additional Tax levy is slightly higher than 2019 as the Statewide average for Illinois community colleges' Education and Operations and Maintenance levies increased from .2905 in 2018 to 0.2909 in 2019. Sauk Valley Community College's operating rate has been consistently lower than the Statewide average at 0.2750%.
- The Protection, Health and Safety levy is \$900,000 for project funding approved by the Board at the October meeting.
- The Liability, Protection and Settlement (Tort) levy is \$0 for 2020. Increases to the Tort levy will be necessary in the near future.

Debt Service Levy

- The Debt Service levy amount is set based on debt principle and interest requirements established with the issuance of a taxing district's bonds or other eligible financial obligations.
- The 2020 debt service levy is level with the 2019 levy.

Cost to Taxpayer

	2015	2016	2017	2018	2019	2020 (Estimate)
District tax rate	0.4226	0.4246	0.4304	0.4283	0.4492	0.4379
Home Value	\$ 100,000	\$ 100,000	\$ 100,000	\$ 100,000	\$ 100,000	\$ 100,000
District taxes due *	\$ 116	\$ 116	\$ 118	\$ 117	\$ 123	\$ 120

* Tax assessed value estimated at 1/3 of home value less \$6,000 homestead exemption

Bordering Districts

Tax Year 2019

Fund Name	Sauk Valley	Illinois Valley	Highland	Rock Valley	Black Hawk	Kishwaukee
Education	0.2450	0.1300	0.2800	0.2295	0.1200	0.2733
Operations & Maintenance	0.0300	0.0400	0.0750	0.0399	0.0700	0.0745
Additional Tax	0.0155	0.1181	-	-	0.1005	-
Protection, Health and Safety	0.0478	0.0398	0.0498	-	0.0500	0.0497
Liability, Protection and Settlement	-	0.0295	0.0576	-	0.0611	0.0540
Social Security/ Medicare	0.0071	0.0058	0.0074	-	0.0102	0.0118
Audit	0.0032	0.0011	0.0024	0.0008	0.0030	0.0035
Prior Year Adj	-	-	-	-	0.0012	-
Aggregate levy	0.3486	0.3643	0.4723	0.2703	0.4160	0.4668
Bond & Interest	0.1006	-	0.0969	0.1995	0.1556	0.1870
Total levy	0.4492	0.3643	0.5691	0.4698	0.5716	0.6538
EAV	\$ 1,860,351,491	\$ 3,431,847,064	\$ 1,822,142,557	\$ 6,088,028,882	\$ 4,189,956,017	\$ 2,374,941,801
Total Extension	\$ 8,356,699	\$ 12,502,219	\$ 10,370,360	\$ 28,598,516	\$ 23,900,404	\$ 15,527,369
Student FTE	1,131	1,885	1,007	4,486	3,010	1,811
Universal Tuition & Fee Rate	\$ 146	\$ 133	\$ 178	\$ 130	\$ 149	\$ 161

Sources:

- Tax computation reports (from various Illinois counties)
- ICCB Operating Budget Appropriation and Supporting Technical Data, Fiscal Year 2021