

Property Tax Cap

Calculation for 2022 - 2023

Central Square Central School District

March 9, 2022



Property Tax Cap Legislation

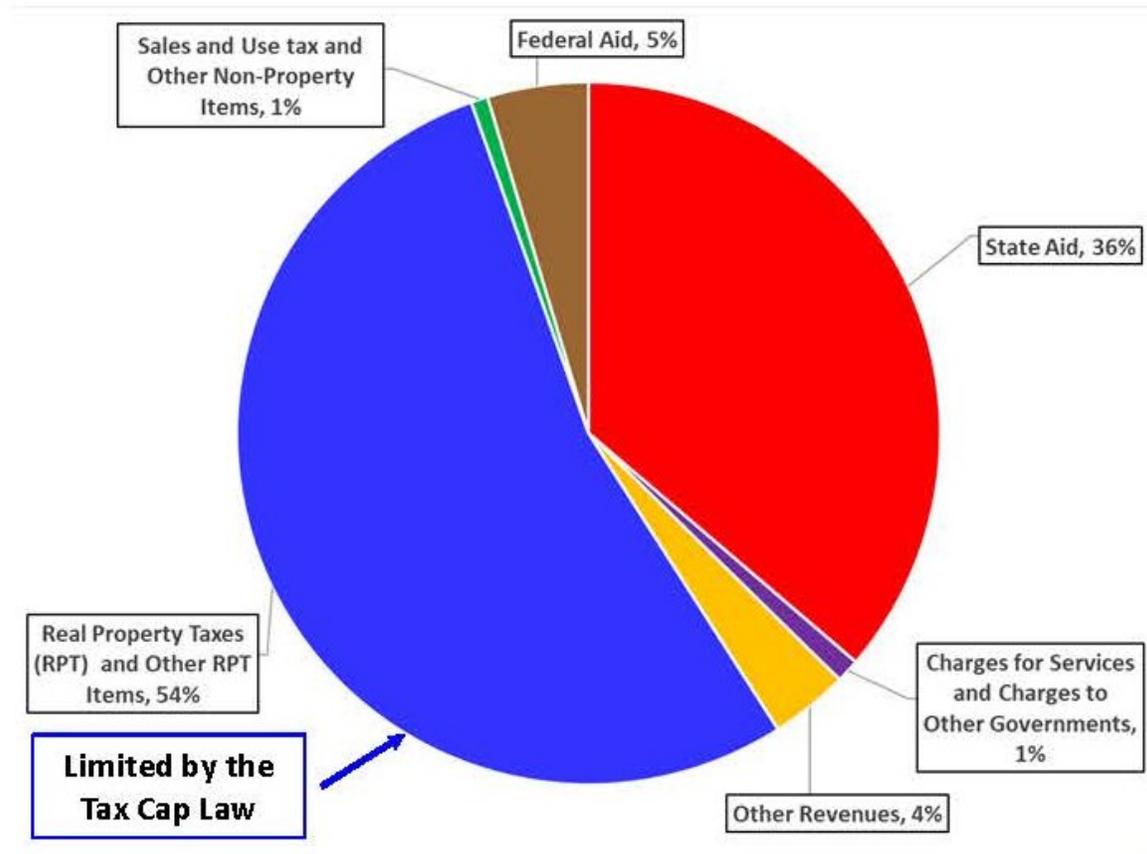
Overview

- The Tax Cap limits the total levy set by school districts, not assessed value or tax rate.
- All independent school districts are subject to the tax cap.
 - Finances of the Big Four city school districts of Buffalo, Rochester, Syracuse and Yonkers are included in their respective cities' budgets.



Property Tax Cap Legislation

FYE 2021 School Tax Revenues



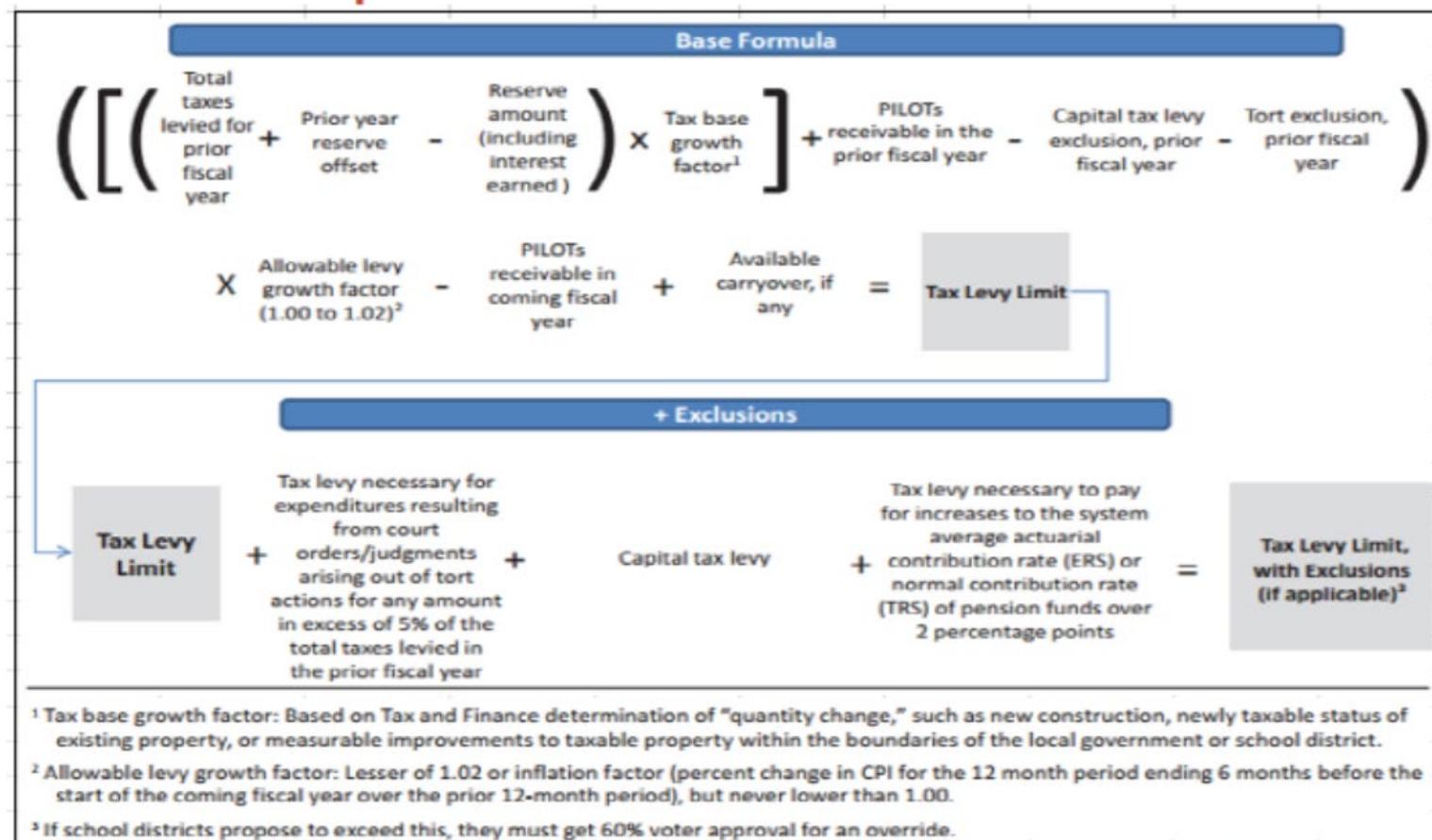
Property Tax Cap Legislation

The Tax Levy Limit Calculation Involves Several Components...

- Prior Year Levy
- Tax Base Growth Factor
- Allowable Levy Growth Factor
- Payments in Lieu of Taxes (PILOTs)
- Available Carryover
- Exclusions (Capital, Retirement and Torts)



Tax Cap Formula: School Districts



PROPOSED TAX LEVY LIMIT

Proposed Tax Levy Limit – Before Exemptions

	Real Property Tax Levy 2021 – 2022		\$29,922,927	
Multiply:	Tax Base Growth Factor	X	1.0091	
	sub-total	=	\$30,195,227	
Adjust for:	PILOTS for 2021-2022	+	\$2,792	
	Capital Tax Levy Exclusion	-	(\$ 425,537)	
	Adjusted 2021 – 2022 Current Year Tax Levy	=	\$29,772,482	
Multiply:	Less of 2% or CPI (CPI = 1.0123%)	X	1.02	
	sub-total	=	\$30,367,932	
Adjust for:	Projected PILOTS for 2022 – 2023	-	(\$3,222)	
	PROPOSED 2022 – 2023 TAX LEVY LIMIT	=	\$30,364,710	

*Submit to Comptroller by 3.1.22

MAXIMUM ALLOWABLE TAX LEVY

Proposed Tax Levy Limit – Exemptions

	Proposed 2021 – 2022 Tax Levy Limit		\$30,364,710	
Adjust for:	Capital Tax Levy Exclusions	+	824,440	
	Fund Balance Applied		(1,266,221)	
	MAXIMUM ALLOWABLE TAX LEVY 2022 – 2023	=	\$29,922,927	0%

MAXIMUM ALLOWABLE TAX LEVY

Proposed Tax Levy Limit – Exemptions

	Proposed 2021 – 2022 Tax Levy Limit		\$30,364,710	
Adjust for:	Capital Tax Levy Exclusions	+	824,440	
	Fund Balance Applied		(1,266,221)	
	MAXIMUM ALLOWABLE TAX LEVY 2022 – 2023	=	\$29,922,927	0%

- **\$ 1,266,221** is equal to the **4.23%** allowable **Tax Levy** limit.
- This amount will **not** be applied.
- The available **Fund Balance** will be used to offset the allowable **Tax Levy** increase.

KEEP IN MIND...THE **TRUE** TAX RATE INCREASE

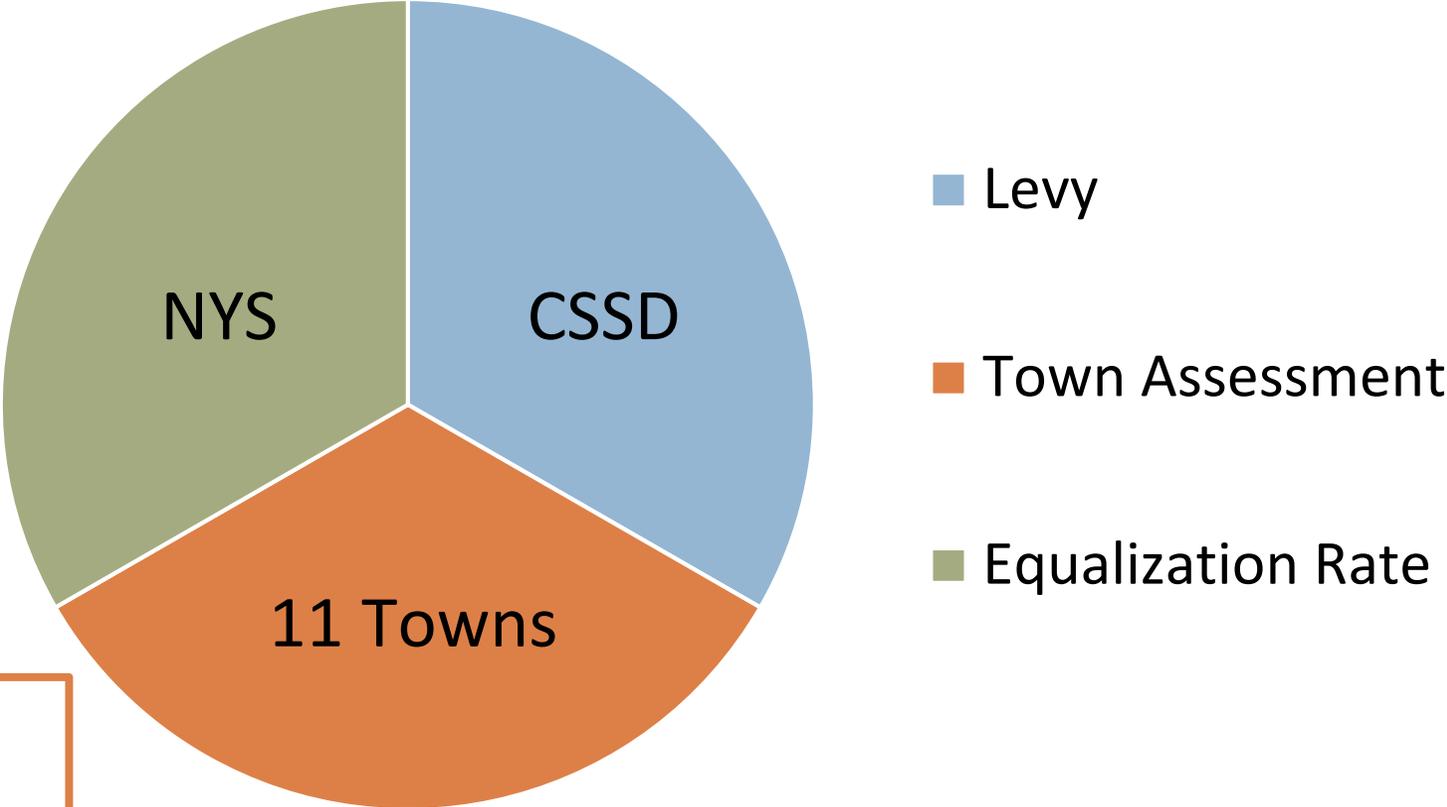
APRIL BUDGET		AUGUST ACTUAL	
* Estimated tax rate per thousand		** Actual tax rate per thousand	
\$18.84	2021-22	\$17.53	
\$19.67	2020-21	\$18.84	
\$19.32	2019-20	\$18.95	
\$19.28	2018-19	\$18.91	
\$19.14	2017-18	\$18.90	
\$19.33	2016-17	\$18.95	

*Assuming the Town Assessment and Equalization Rate are unchanged

**Actual Town Assessment and Equalization Rate when finalized (in August for September school tax bills)



TAX RATE → 3 Parts



A 0% Levy increase is only 1 of the 3 parts.