

# Property Tax Cap

## Calculation for 2023 - 2024

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***Central Square Central School District***

*March 7, 2023*



# Property Tax Cap Legislation

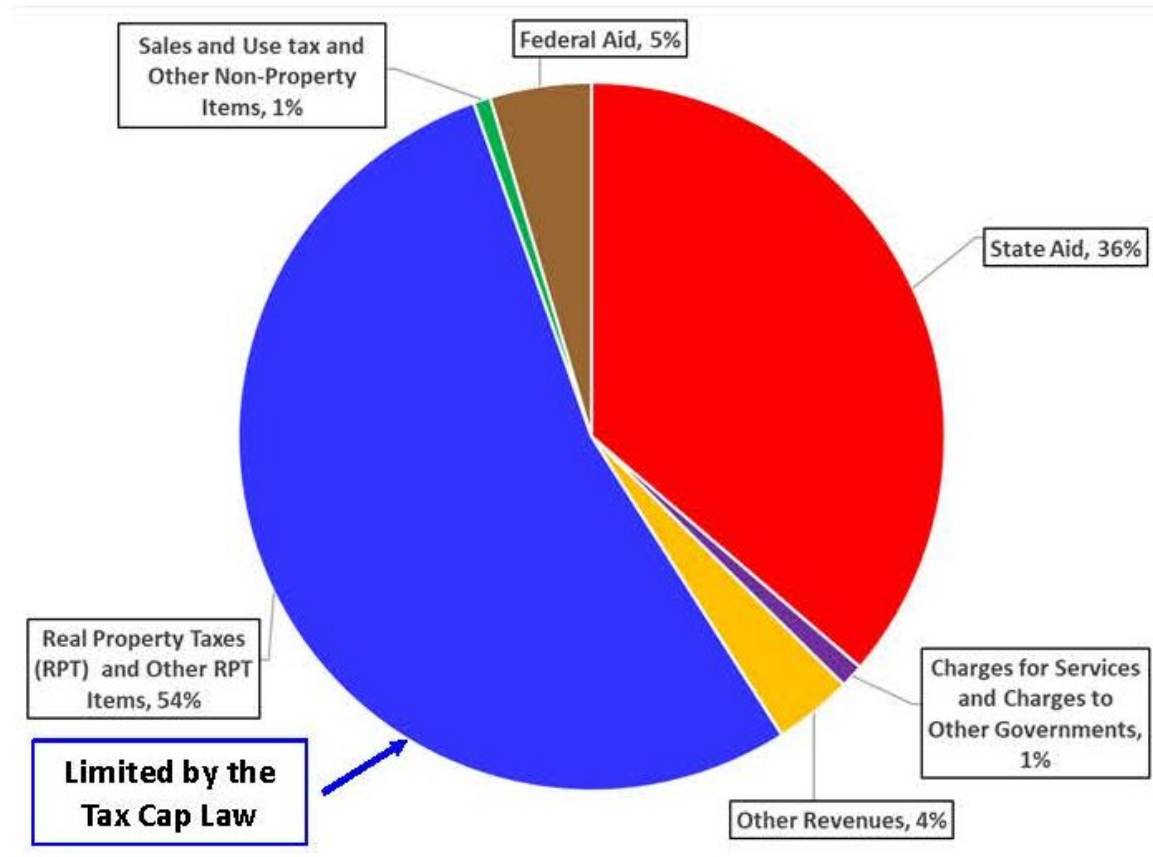
## Overview

- 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



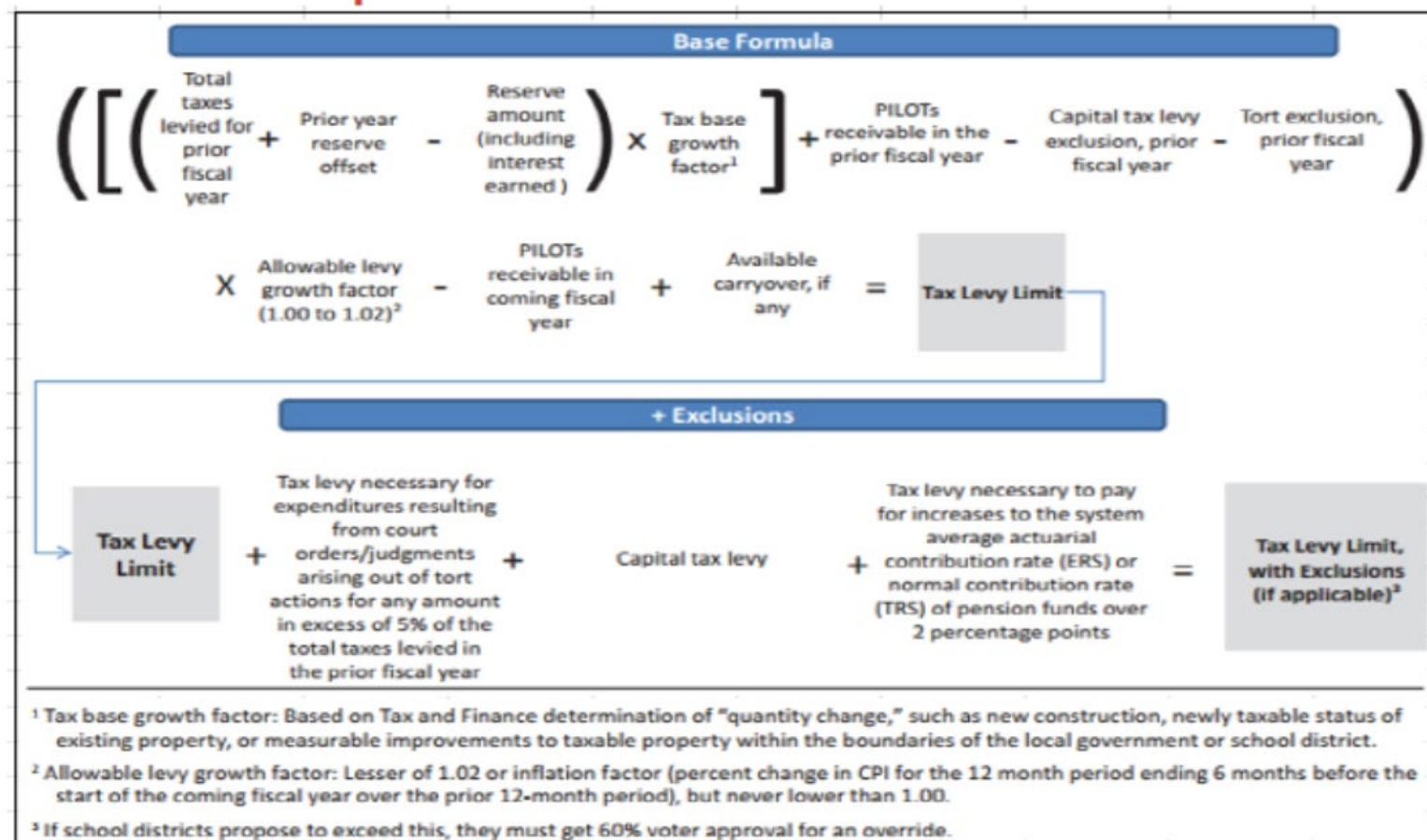
# Property Tax Cap Legislation

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 2022 – 2023		\$29,922,927	
Multiply:	Tax Base Growth Factor	X	1.0108	
	sub-total	=	\$30,246,095	
Adjust for:	PILOTS for 2022-2023	+	\$3,222	
	Capital Tax Levy Exclusion	-	0	
	Adjusted 2022 – 2023 Current Year Tax Levy	=	\$30,249,317	
Multiply:	Less of 2% or CPI (CPI = 1.0123%)	X	1.02	
	sub-total	=	\$30,854,303	
Adjust for:	Projected PILOTS for 2023 – 2024	-	(\$80,461)	
	PROPOSED 2023 – 2024 TAX LEVY LIMIT	=	\$30,773,842	

\*Submit to Comptroller by 3.1.23

# MAXIMUM ALLOWABLE TAX LEVY

## Proposed Tax Levy Limit – Exemptions

	Proposed 2023 – 2024 Tax Levy Limit		\$30,773,842	
Adjust for:	Capital Tax Levy Exclusions	+	550,290	
	Fund Balance Applied		(550,290)	
	MAXIMUM ALLOWABLE TAX LEVY 2023 – 2024	=	\$30,773,842	2.84%

\*Submit to Comptroller by 3.1.23

# MAXIMUM ALLOWABLE TAX LEVY

## Proposed Tax Levy Limit – Exemptions

	Proposed 2023 – 2024 Tax Levy Limit		\$30,773,842	
Adjust for:	Capital Tax Levy Exclusions	+	550,290	
	Fund Balance Applied		(550,290)	
	MAXIMUM ALLOWABLE TAX LEVY 2023 – 2024	=	\$30,773,842	2.84%

- **\$ 550,290** is equal to **1.84%** on the “allowable **Tax Levy** limit” for a possible 4.68%.
- This amount will **not** be applied.
- The available **Fund Balance** will be used to offset 1.84% of the allowable **Tax Levy** increase.

\*Submit to Comptroller by 3.1.23

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

APRIL BUDGET		AUGUST ACTUAL
* <b>Estimated</b> tax rate per thousand		** <b>Actual</b> tax rate per thousand
\$18.84	2022-23	\$15.95
\$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

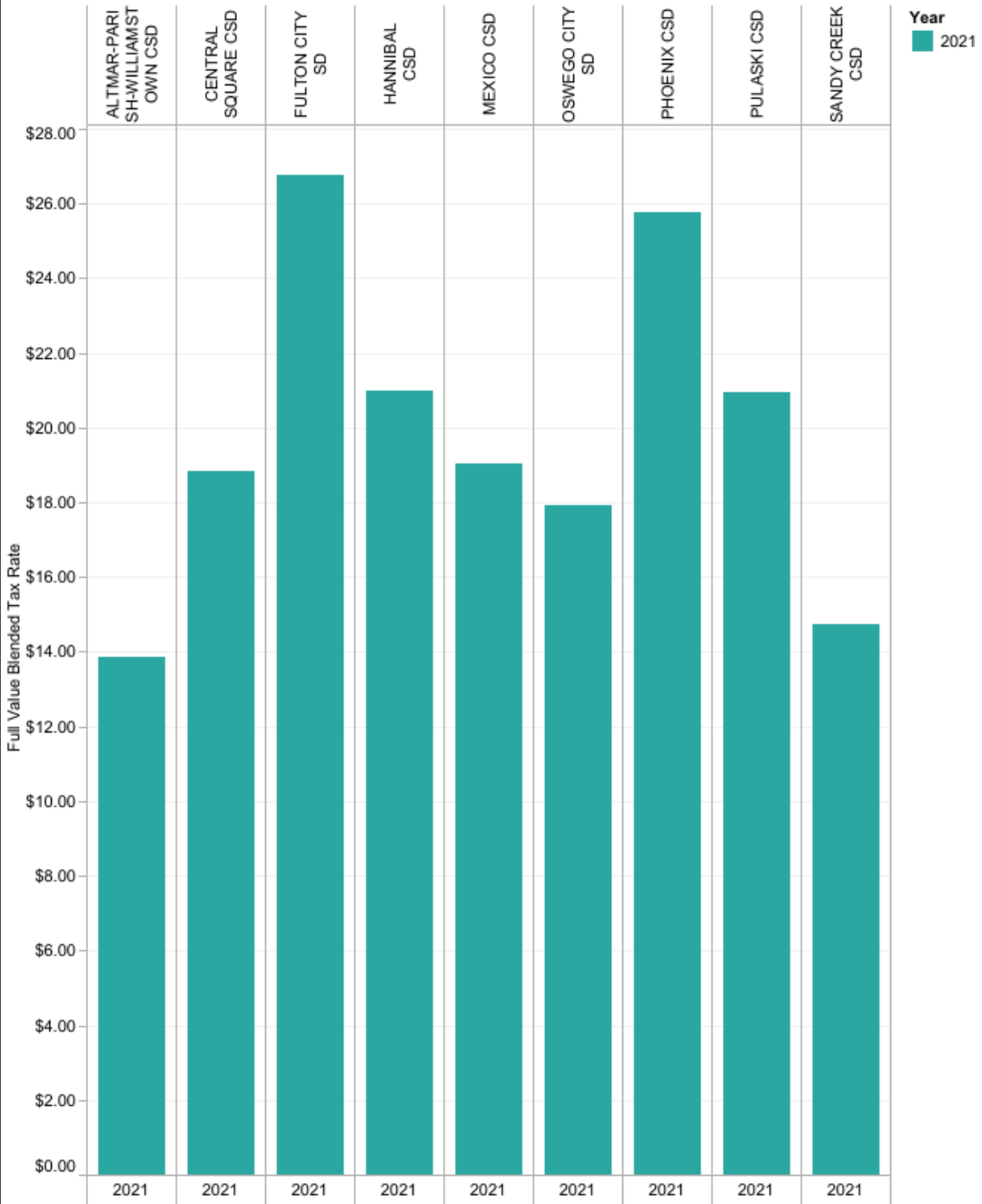
\*Assuming the Town Assessment and Equalization Rate are unchanged

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

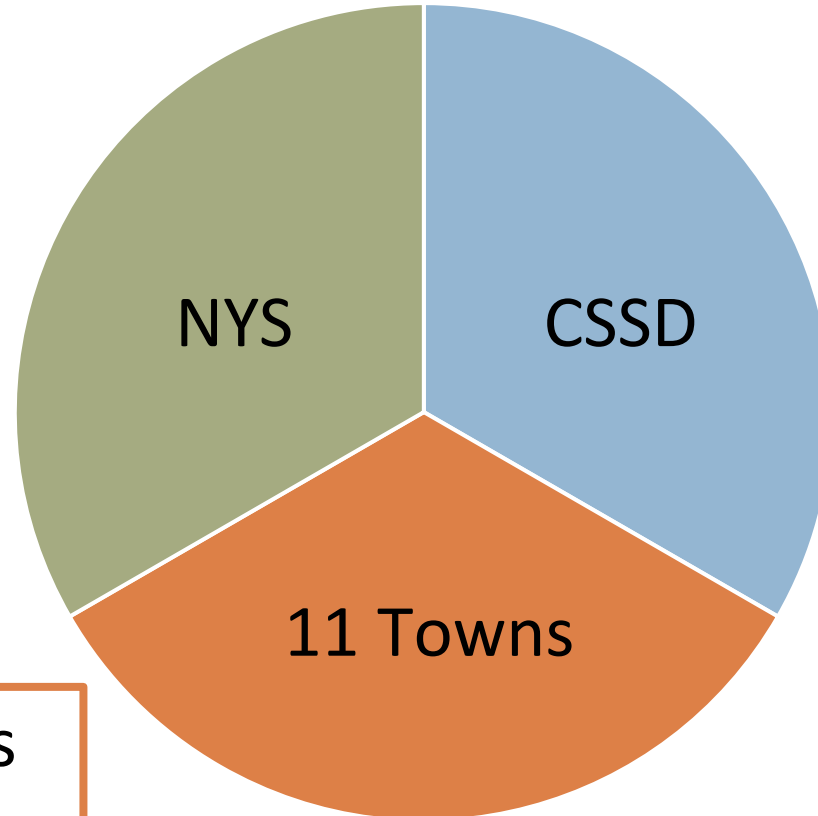




**Full Value Tax Rates**  
Source: NY Office of the State Comptroller For districts with differing tax rates a blended rate is calculated using the Full Value and Tax Levy



# TAX RATE → 3 Parts



A 2.84% Levy increase is only 1 of the 3 parts.