



# Calculation of the District Tax Cap

2019-2020 School Year

# Formula Presentation

## Base Formula

$$\left[ \left( \begin{array}{l} \text{Prior} \\ \text{fiscal} \\ \text{year tax} \\ \text{levy} \end{array} \times \begin{array}{l} \text{Tax} \\ \text{base} \\ \text{growth} \\ \text{factor*} \end{array} \right) + \begin{array}{l} \text{PILOTs} \\ \text{receivable} \\ \text{in the prior} \\ \text{fiscal year} \end{array} \right] \times \begin{array}{l} \text{Allowable} \\ \text{levy growth} \\ \text{factor (1.00} \\ \text{to 1.02)**} \end{array} - \begin{array}{l} \text{PILOTs} \\ \text{receivable} \\ \text{in coming} \\ \text{fiscal year} \end{array} = \text{Tax Levy Limit}$$

## + Transfer of Function

$$\text{Tax Levy Limit} + \begin{array}{l} \text{Net of Transfer of} \\ \text{Government} \\ \text{Function (as} \\ \text{determined by OSC)} \end{array} = \text{Tax Levy Limit, Adjusted for Transfer of Function}$$

## + Exclusions

$$\text{Tax Levy Limit, Adjusted for Transfer of Function} + \begin{array}{l} \text{Tax levy necessary for} \\ \text{expenditures from} \\ \text{court orders/judgments} \\ \text{arising from tort} \\ \text{actions for any amount} \\ \text{in excess of 5\% of the} \\ \text{total taxes levied in the} \\ \text{prior fiscal year} \end{array} \text{ AND } \begin{array}{l} \text{Levy necessary to pay} \\ \text{for additional pension} \\ \text{cost due to increases} \\ \text{in the average} \\ \text{actuarial/normal} \\ \text{contribution rate of} \\ \text{pension funds over 2} \\ \text{percentage points} \end{array} \text{ AND } \begin{array}{l} \text{School} \\ \text{districts ONLY:} \\ \text{capital tax} \\ \text{levy} \end{array} = \text{Tax Levy Limit, Adjusted for Transfers, Plus Exclusions}$$

### Island Park U.F.S.D. - Tax Levy Limit Calculation

2018 - 19 Approved Actual Tax Levy	31,982,290
Tax Base Growth Factor	1.0090
	32,270,131
	32,270,131
2018 - 19 PILOT (Payment In Lieu Of Taxes)	970,084
Total	33,240,215
Prior Year Exemptions	
Tort judgments greater than 5% of 2018 - 19 Tax Levy	0
2018 - 19 Capital Tax Levy (including debt service and EPC (less: Building Aid)	1,865,926
Adjusted Prior Year Tax Levy	31,374,289
Adjusted Prior Year Tax Levy	31,374,289
Allowable Levy Growth Factor	2.00%
(lesser of 2% or sum of 1 plus inflation factor)	32,001,774

<i>(From Previous Slide)</i>	32,001,774
2019 - 20 PILOT (assume the same)	970,084
	31,031,690
	31,031,690
Available Carryover (not available year 1)	0
Tax Levy Limit	31,031,690
<b>Current Year Exemptions</b>	
1. Tort Judgments greater than 5% of 2019 - 20 Tax Levy	0
2. ERS contribution increase greater than 2 percentage points (for 19/20)	0
3. TRS contribution increase greater than 2 percentage points (for 18/19)	0
4. 2019/2020 Capital Tax Levy (including debt service) (less building aid)	1,417,338
Allowable tax levy prescribed by Chapter 97 of the Laws of 2011	32,449,028
Voter approved tax levy for 18/19	31,982,290
dollar increase in levy	466,738
<b>Allowable Levy % for Island Park UFSD</b>	<b>1.46%</b>

# The Tax Cap and the Island Park UFSD Proposed Budget for 2019-2020

- ▶ Island Park's tax cap, as determined from the formula, is 1.46%, or \$466,738 above the tax levy amount for 2018-2019.
- ▶ The school district is proposing an increase of 1.42%, or \$452,862.
- ▶ The total proposed budget increase is 1.07%, or \$428,304.
- ▶ 2019-20 represents the 6<sup>th</sup> consecutive year that the school district has proposed a tax increase of under 1.5%