

November 13, 2012

TO: City of Champaign Township Trustees

FROM: Pam Borowski, Township Supervisor

RE: Property Tax Levy Request for 2012 Payable in 2013

I am recommending an estimate of \$588,858 for the aggregate levy request for purposes of the Truth in Taxation Resolution to be acted on in the November meeting and for the levy ordinance to be acted on in the December Meeting.

The estimate can be adjusted between the November and December meetings, but we will need a public hearing and appropriate advertising in the newspaper if we do so. This year, as last year, I am not asking that the estimate of the 2012 (payable in 2013) exceed last year's extension by 5% or more, so unless there is a required adjustment, no public hearing will be required, but we will post the proposed levy in the News Gazette.

The following information was used in determining this amount:

- the taxes extended in 2012 (levy adopted in 2011) were \$565,155
- the CPI increase is .03
- the estimated assessed valuation is \$1,449,061.
- the percentage of new construction is approximately 1.16%
- the estimates for expenses for FY2011-2012 are \$565,155.

General Town Fund	0.7000	412,201
IMRF	0.0600	35,331
Social Security	0.0400	23,554
General Assistance	<u>0.2000</u>	<u>117,772</u>
	1.0000	588,858

- sources of income other than property tax are estimated at \$60,000-\$70,000

Formula to determine limit of increase:

Prior year extension x (1 + CPI% + % of new construction of EAV)

$$\$565,155 \times (1 + .03) + (1+1.16\%) = \$588,858.$$

I am pleased to announce that we are working well within our budget so we are not requesting the 5% buffer that is allowed by law if the EAV is higher than expected.