

**SOARING TO
NEW HEIGHTS**



*Tax Levy Limit
2022-2023*

Updated April 11, 2022

Statewide Tax Cap History

The property Tax Cap, imposed in 2012, limits tax-levy increases to 2 percent, with certain exceptions, or the rate of inflation, whichever is lower.

The statewide allowable tax-levy increase, calculated by the State Comptroller's Office, is a baseline figure. Every year, each school district has its own tax-cap limit.

2022-2023 Statewide Tax Cap before exclusion is 2.00%

Statewide caps in past years:

- 2015-2016 – 1.62%*
- 2016-2017 – 0.12%*
- 2017-2018 – 1.26%*
- 2018-2019 – 2.00%*
- 2019-2020 – 2.00%*
- 2020-2021 – 1.81%*
- 2021-2022 – 1.23%*

Office of the New York State Comptroller

Thomas P. DiNapoli • State Comptroller



Property Tax Cap

Formula for Determining Tax Levy Limit: School Districts

Base Formula

$$\left(\left[\left(\begin{array}{l} \text{Total taxes} \\ \text{levied for} \\ \text{prior} \\ \text{fiscal} \\ \text{year} \end{array} + \begin{array}{l} \text{Prior year} \\ \text{reserve} \\ \text{offset} \end{array} - \begin{array}{l} \text{Reserve} \\ \text{amount} \\ \text{(including} \\ \text{interest} \\ \text{earned)} \end{array} \right) \times \begin{array}{l} \text{Tax base} \\ \text{growth} \\ \text{factor}^1 \end{array} \right] + \begin{array}{l} \text{PILOTs} \\ \text{receivable in the} \\ \text{prior fiscal year} \end{array} - \begin{array}{l} \text{Capital tax levy} \\ \text{exclusion, prior} \\ \text{fiscal year} \end{array} - \begin{array}{l} \text{Tort exclusion,} \\ \text{prior fiscal} \\ \text{year} \end{array} \right) \\ \times \begin{array}{l} \text{Allowable levy} \\ \text{growth factor} \\ \text{(1.00 to 1.02)}^2 \end{array} - \begin{array}{l} \text{PILOTs} \\ \text{receivable in} \\ \text{coming fiscal} \\ \text{year} \end{array} + \begin{array}{l} \text{Available} \\ \text{carryover, if} \\ \text{any} \end{array} = \text{Tax Levy Limit}$$

+ Exclusions

$$\text{Tax Levy Limit} + \begin{array}{l} \text{Tax levy necessary for} \\ \text{expenditures resulting} \\ \text{from court} \\ \text{orders/judgments} \\ \text{arising out of tort} \\ \text{actions for any amount} \\ \text{in excess of 5\% of the} \\ \text{total taxes levied in} \\ \text{the prior fiscal year} \end{array} + \text{Capital tax levy} + \begin{array}{l} \text{Tax levy necessary to pay} \\ \text{for increases to the system} \\ \text{average actuarial} \\ \text{contribution rate (ERS) or} \\ \text{normal contribution rate} \\ \text{(TRS) of pension funds over} \\ \text{2 percentage points} \end{array} = \text{Tax Levy Limit, with Exclusions (if applicable)}^3$$

The Tax Levy Limit is defined as the allowable tax levy that can be approved by a simple majority without any capital exemption applied. The calculation of the 2022-2023 Tax Levy Limit begins with the adjusted 2021-2022 tax levy. This is the portion of the tax levy that supports staffing and educational programs.

		\$131,573,208	← The 2021-22 Tax Levy
(multiply)	Tax Base Growth Factor	1.0378	Final
	Provided by the NYS Dept. of Taxation and Finance, this number indicates the community has added 3.78% to its assessed value through new construction	\$136,546,675	
		\$136,546,675	
(add)	2021/22 PILOT	\$4,334,165	per NC Assessor's Office Including LIPA PILOTs
	Total	\$140,880,840	
	<u>Prior Year Exemptions</u>		
(subtract)	Tort judgments greater than 5% of 2021/22 tax levy	\$0	
(subtract)	2021/22 Capital Tax Levy (including debt service & EPC) (less building aid)	\$6,021,653	Based on 21/22 projected expenditures.
	Adjusted Prior Year Tax Levy	\$134,859,187	

Tax revenue raised within the Tax Levy Limit supports salary, employee benefits and other expenses incurred outside exclusions. This is the tax levy shown on Budget Notices and Property Tax Report Cards.

	Adjusted Prior Year Tax Levy	\$134,859,187	
(multiply)	Allowable Levy Growth Factor <small>(lesser of 1 and 2 one hundredths or sum of 1 plus inflation factor)</small>	1.0200	Based on 2021 actual CPI
		\$137,556,371	Allowable year-over-year growth due to the tax cap is \$2,697,184
	The 2% tax cap. The inflation factor over the previous 12 months was 4.7% per OSC.	\$137,556,371	
(subtract)	2022/23 PILOT	\$4,380,897	Estimated from PILOT agreements + best estimate for LIPA PILOT
	Total	\$133,175,474	
	As shown on the Budget Notice and Property Tax Report Card	\$133,175,474	Based on guidance from SED it is the amount 'before exclusions'.
(add)	Available Carryover	\$0	
	Tax Levy Limit	\$133,175,474	

Funding in the “Capital Exclusion” only supports capital projects and debt service. This portion of the tax levy does not subsidize expenses for staffing or educational programs.

Debt Service Principal:	\$3,000,000
Debt Service Interest:	\$1,135,716
BAN Principal & Interest	\$0
Energy Performance Contract Principal:	\$0
Energy Performance Contract Interest:	\$0
Bus Purchase:	\$0
Transfer to Capital Projected Actual Expenditures:	\$937,900
BOCES Capital Expense Exclusion	\$157,953
Local Capital Expenditures and Debt Service	\$5,231,569
(less Building Aid including BOCES Aid):	(\$2,551,285)
State Share Ratio for Transportation Aid Adj.	\$0
Total Capital Tax Levy Exemption:	\$2,680,284

2022-2023 Allowable Tax Levy including Capital Exclusions

	Tax Levy Limit (published on Budget Notice & PTRC)	\$133,175,474	
	<u>Current Year Exemptions</u>		
(add)	4.) 2022/23 Capital Tax Levy (including debt service, EPC, & less building aid)	\$2,680,284	Updated Principal and Interest, projected Capital Expenditures for 22/23.
	Allowable Levy Limit	\$135,855,758	3.25%
	(with a simple majority vote)		
	Proposed Tax Levy	\$134,520,942	2.24%
	Difference Between TLL and Proposed Levy	\$1,334,816	

2022-2023 Allowable Tax Levy Including Capital Exclusions

The 2022-2023 Allowable Tax Levy before exclusions is \$133,175,474.

The allowable 2022-2023 Tax Levy Limit (TLL) including capital exclusions is \$135,855,758.

Taxes supporting the capital exclusion do not support salary, benefits or any other staffing costs in the school budget.

Vote!

When and Where?

Tuesday, May 17, 2022

6am-9pm

- ✓ *Jamaica Avenue School*
- ✓ *Mattlin Middle School-Administration Offices*

www.pobschools.org *for more information*

*A Smart Investment
Thank You!*

