



***LIGHTING THE
WAY FORWARD***

Plainview-Old Bethpage CSD 2021-2022

Tax Levy Limit

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.

2021-2022 Statewide Tax Cap before exclusion is 1.23%

Statewide caps in past years:

- 2014-2015: 1.46%
- 2015-2016: 1.62%
- 2016-2017: 0.12%
- 2017-2018: 1.26%
- 2018-2019: 2.00%
- 2019-2020: 2.00%
- 2020-2021: 1.81%

Office of the New York State Comptroller

Thomas P. DiNapoli • State Comptroller



Property Tax Cap

Local Government Property Tax Cap Formula Presentation

Formula for determining a local government's tax levy limit under the cap
(Chapter 97 of the Laws of 2011):

Base Formula

$$\left(\left[\left(\begin{array}{c} \text{Prior} \\ \text{fiscal} \\ \text{year tax} \\ \text{levy} \end{array} + \begin{array}{c} \text{Prior year} \\ \text{reserve} \\ \text{offset} \end{array} - \begin{array}{c} \text{Reserve} \\ \text{amount} \\ \text{(including} \\ \text{interest} \\ \text{earned)} \end{array} \right) \times \begin{array}{c} \text{Tax base} \\ \text{growth} \\ \text{factor*} \end{array} \right] + \begin{array}{c} \text{PILOTs} \\ \text{receivable in} \\ \text{the prior fiscal} \\ \text{year} \end{array} - \begin{array}{c} \text{Tort exclusion} \\ \text{amount, prior} \\ \text{fiscal year} \end{array} \right) \\ \times \begin{array}{c} \text{Allowable} \\ \text{levy growth} \\ \text{factor (1.00} \\ \text{to 1.02)**} \end{array} - \begin{array}{c} \text{PILOTs} \\ \text{receivable} \\ \text{in coming} \\ \text{fiscal year} \end{array} + \begin{array}{c} \text{Available} \\ \text{carryover} \end{array} = \begin{array}{c} \text{Tax Levy} \\ \text{Limit} \end{array}$$

+ Transfer of Function

+ Exclusions

$$\begin{array}{c} \text{Tax Levy} \\ \text{Limit} \end{array} + \begin{array}{c} \text{Net of Transfer} \\ \text{of Government} \\ \text{Function (as} \\ \text{determined by} \\ \text{OSC)} \end{array} + \begin{array}{c} \text{Tax levy necessary for} \\ \text{expenditures from} \\ \text{court orders/judgments} \\ \text{resulting from tort} \\ \text{actions for any amount} \\ \text{in excess of 5\% of the} \\ \text{total taxes levied in the} \\ \text{prior fiscal year} \end{array} + \begin{array}{c} \text{Levy necessary to pay} \\ \text{for increases to the} \\ \text{system average} \\ \text{actuarial contribution} \\ \text{rate (or normal} \\ \text{contribution rate) of} \\ \text{pension funds over 2} \\ \text{percentage points} \end{array} = \begin{array}{c} \text{Tax Levy Limit,} \\ \text{Adjusted for} \\ \text{Transfers, Plus} \\ \text{Exclusions} \end{array}$$

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 2021 – 22 tax levy limit begins with the adjusted 2020 – 21 tax levy. This is the portion of the tax levy that supports staffing and the educational program.

		\$128,371,510	
(multiply)	Tax Base Growth Factor	1.0140	Final
	Provided by the NYS Dept. of Taxation and Finance, this number indicates the community has added 1.4% to its assessed value through new construction	\$130,168,711	
(add)	2020/21 PILOT	\$3,885,781	per NC Assessor's Office Including LIPA PILOTS
	Total	\$134,054,492	
	<u>Prior Year Exemptions</u>		
(subtract)	Tort judgments greater than 5% of 2020/21 tax levy	\$0	
(subtract)	2021/21 Capital Tax Levy (including debt service & EPC) <i>(less building aid)</i>	\$5,695,834	Based on 20/21 projected expenditures.
	Adjusted Prior Year Tax Levy	\$128,358,658	

The 2020-21 Tax Levy

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.

<u>Prior Year Exemptions</u>			
(subtract)	Tort judgments greater than 5% of 2020/21 tax levy	\$0	
(subtract)	2021/21 Capital Tax Levy (including debt service & EPC) (less building aid)	\$5,695,834	Based on 20/21 projected expenditures.
	Adjusted Prior Year Tax Levy	\$128,358,658	
	“2%” is 1.23% this year		
	Adjusted Prior Year Tax Levy	\$128,358,658	
(multiply)	Allowable Levy Growth Factor (lesser of 1 and 2 one hundredths or sum of 1 plus inflation factor)	1.0123%	Based on 2020 actual CPI
		\$129,937,470	Allowable year-over-year growth due to the Consumer Price Index is \$1,578,812
		\$129,937,470	
(subtract)	2021/22 PILOT	\$3,925,199	Estimated from PILOT agreements + best estimate for LIPA PILOT
	Total	\$126,012,271	
	As shown on the Budget Notice and Property Tax Report Card	\$126,012,271	Based on guidance from SED it is the amount 'before exclusions'.
(add)	Available Carryover	\$0	
	Tax Levy Limit	\$126,012,271	

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 the educational program.

2021/22 Capital Tax Levy Exemption	
Debt Service Principal:	\$3,065,000
Debt Service Interest:	\$1,494,282
BAN Principal & Interest	\$0
Energy Performance Contract Principal:	\$0
Energy Performance Contract Interest:	\$0
Bus Purchase:	\$77,000
Transfer to Capital Projected Actual Expenditures:	\$2,768,608
BOCES Capital Exclusions	\$154,392
Local Capital Expenditures and Debt Service	\$7,559,282
(less Building Aid):	(\$1,308,436)
State Share Ratio for Transportation Aid Adj.	\$0
Total Capital Tax Levy Exemption:	\$6,250,846

2021-2022 Allowable Tax Levy including Capital Exclusions

Tax Levy Limit (published on Budget Notice & PTRC) \$126,012,271

Current Year Exemptions

(add) 4.) 2021/22 Capital Tax Levy (including debt service, EPC, & less building aid) \$6,250,846 Updated Principal and Interest, projected Capital Expenditures for 21/22.

Allowable Levy Limit	\$132,263,117	3.03%
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(with a simple majority vote)

Proposed Tax Levy	\$132,163,000	2.95%
Difference Between TLL and Proposed Levy	\$100,117	

2021-2022 Allowable Tax Levy including Capital Exclusions

The 2021 – 22 Allowable Tax Levy before exclusions is \$126,012,271.

The allowable 2021 – 22 Tax Levy Limit including capital exclusions is \$132,263,117.

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

Vote!

When and Where?

Tuesday, May 18, 2021

6am – 9pm

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

www.pobschools.org *for more information*



*A Smart Investment
Thank You!*

