



ST. CHARLES
SINCE 1834

AGENDA ITEM EXECUTIVE SUMMARY

Title: Resolution Abating a portion of the 2012 property tax heretofore levied for the City of St. Charles

Presenter: Chris Minick, Finance Director

Please check appropriate box:

| | | | |
|--------------------------|------------------------|-------------------------------------|---------------------------|
| <input type="checkbox"/> | Government Operations | <input type="checkbox"/> | Government Services |
| <input type="checkbox"/> | Planning & Development | <input checked="" type="checkbox"/> | City Council (03/04/2013) |
| <input type="checkbox"/> | Public Hearing | <input type="checkbox"/> | |

| | | | | |
|------------------------|----|------------------|------------------------------|-----------------------------|
| Estimated Cost: | NA | Budgeted: | <input type="checkbox"/> YES | <input type="checkbox"/> NO |
|------------------------|----|------------------|------------------------------|-----------------------------|

If NO, please explain how item will be funded:

Executive Summary:

In January, the abatement ordinances for the 2012 tax levy were executed. Earlier this month, we priced the Series 2013 bonds which refinanced a portion of the 2006, 2007A, 2007C, and 2008A Series GO Bonds. As part of the paperwork filed related to the 2013 bonds, the 2012 tax levy for the outstanding portion of the four bond series reflected above and the new 2013 GO Bond Series was reinstated. In order to remove the levy from our residents' tax bills we need to abate the levy for these bond issues per the attached resolution. This is essentially a timing issue between the passage of the original abatements in January and the final pricing of the 2013 bond issue earlier this month.

This resolution will achieve the City Council's long standing direction and practice that the debt service payments on our outstanding General Obligation bond issues be abated annually and paid from revenue sources other than property taxes.

Attachments: *(please list)*

Abatement Resolution

Recommendation / Suggested Action *(briefly explain):*

Motion to Approve the Resolution Abating a Portion of the Tax Heretofore Levied for the City of St. Charles, Kane and DuPage Counties, Illinois.

For office use only:

Agenda Item Number: IB

**City of St. Charles, Illinois
Resolution No. 2013-_____**

**A Resolution Abating a Portion of the Tax Heretofore Levied for the
City of St. Charles, Kane and DuPage Counties, Illinois**

**Presented and Passed by the
City Council on _____**

WHEREAS, the City Council of the city of St. Charles, Kane and DuPage Counties, Illinois, did on the 17th day of December, 2012, adopt an Ordinance entitled:

**"ANNUAL TAX LEVY ORDINANCE" of the City of St. Charles, Kane and
DuPage Counties, Illinois";**

and

WHEREAS, a duly certified copy of said Ordinance was filed with the County Clerks of Kane and DuPage Counties, Illinois, in 2012; and

WHEREAS, revenue the city of St. Charles has received from other sources will be sufficient to pay expenditures without any funds for debt service purposes being levied as set forth in said Annual Tax Levy Ordinance;

NOW, THEREFORE, Be It Resolved by the City Council of the city of St. Charles, Kane and DuPage Counties, Illinois, as follows:

Section 1. That the tax heretofore levied in said Annual Tax Levy Ordinance, such tax being levied to pay the city's annual debt service expenditures for general obligation bonds, be abated by that amount representing revenue the city has received from other sources which will be sufficient to pay expenditures for said general obligation bonds. The purposes for which such tax was so levied in said ordinance and the amount so levied for each purpose, the amount of such tax so levied which is to be abated for each purpose, and the remainder of such tax so levied which is to be extended for each purpose are as follows:

| <u>PURPOSE OF LEVY</u> | <u>TAX LEVIED IN SAID BOND ORDINANCE</u> | <u>TAXES ABATED ON MARCH 4, 2013</u> | <u>AMOUNT TO BE ABATED/RESOLUTION TO OBTAIN A .73 RATE</u> | <u>REMAINDER OF TAX LEVIED WHICH IS TO BE EXTENDED</u> |
|------------------------|--|--------------------------------------|--|--|
| G.O. Bond - 2006 | \$47,005.00 | \$47,005.00 | - | - |
| G.O. Bond - 2007A | \$23,167.50 | \$23,167.50 | - | - |
| G.O. Bond – 2007C | \$9,800.00 | \$9,800.00 | - | - |
| G.O. Bond – 2008A | \$305,812.50 | \$305,812.50 | - | - |
| G.O. Bond - 2013 | \$658,230.56 | \$658,230.56 | - | - |
| Total: | \$1,044,015.56 | \$1,044,015.56 | - | - |

Section 2. That forthwith upon the passage of this Resolution the City Clerk shall file a certified copy of this Resolution with the County Clerks to ascertain the rate necessary to produce the remainder of the tax heretofore levied and as shown herein above and to extend the same for collection on the tax books against all of the taxable property situated within the city in connection with other taxes levied in 2012 for general corporate purposes and other purposes shown above, and for 2012 such annual tax shall be computed, extended and collected in the same manner as now or hereinafter provided by law for the computation, extension and collection of taxes for general corporate purposes and other purposes shown above, and when collected such taxes shall be used solely for the purpose of paying each of aforementioned specific purposes.

Section 3. That this Resolution shall be in full force and effect forthwith upon its passage.

Donald P. DeWitte, Mayor

ATTEST:

City Clerk

COUNCIL VOTE:

Ayes _____

Nays _____

Absent _____

Abstain