



**AGENDA ITEM EXECUTIVE SUMMARY**

Agenda Item number: IE

Title:

Seeking a Motion to Approve an Ordinance Abating the Annual Tax for 2021 For General Obligation Corporate Purpose Bonds, Series 2021A

Presenter:

Colleen Lavery, Assistant Finance Director

Meeting: City Council

Date: January 18, 2022

Proposed Cost: \$N/A

Budgeted Amount: \$

Not Budgeted:

**Executive Summary** *(if not budgeted please explain):*

Staff is requesting Council to approve the attached ordinance abating the debt service levy for General Obligation (GO) Corporate Purpose Bonds, Series 2021A. The debt portion of the 2021 property tax levy, which was approved on December 20, 2021, did not include the principal and interest payment for this GO bond. The reason for this is because the sale of the 2021A issue was not finalized until December 30, 2021. The \$1,394,320.75 debt payment will be paid with utility service usage fees and revenues collected in the General Fund.

**Attachments** *(please list):*

**Abatement Ordinance**

**Recommendation/Suggested Action** *(briefly explain):*

**Motion to Approve the Ordinance Abating the Annual Tax for 2021 For General Obligation Corporate Purpose Bonds, Series 2021A**

**City of St. Charles, Illinois  
Ordinance No. \_\_\_\_\_**

**An Ordinance Abating the Annual Tax for 2021 For General Obligation  
Corporate Purpose Bonds, Series 2021A.**

**Presented and Passed by the  
City Council on \_\_\_\_\_**

**WHEREAS**, on November 15, 2021, City Council of the City of St. Charles, Kane and DuPage Counties, Illinois (the “City”) approved Ordinance 2021-M-48, an Ordinance Providing for the Issuance of Not to Exceed \$13,600,000 General Obligation Corporate Purpose Bonds, Series 2021A, for the Purpose of Financing Certain Capital Improvements and Refunding Certain of the City’s Outstanding Bonds, Providing for the Levy of Taxes to Pay Said Bonds, and Authorizing the Sale of Said Bonds to the Purchaser Thereof (the “Bond Ordinance”); and

**WHEREAS**, on December 7, 2021, the City entered into a Bond Purchase Agreement regarding the sale of the Series 2021A Bonds; and

**WHEREAS**, a duly certified copy of the Bond Ordinance and a Notification of Sale and Bond Order, dated December 7, 2021, (the “Bond Order”) were filed with the County Clerks of Kane and DuPage Counties, Illinois, in December 2021; and

**WHEREAS**, revenue the City has received from other sources will be sufficient to pay the debt service payment of the Series 2021A Bonds without any funds for debt service purposes being levied for the 2021 tax levy year;

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

Section 1. That the County Clerks of Kane and DuPage Counties, Illinois are hereby authorized and directed to abate the tax of \$1,394,320.75 for the year 2021 as provided and levied in the Bond Order, a copy of which was filed with each of said county clerks.

Section 2. That forthwith upon the passage of this Ordinance the City Clerk shall file a certified copy of this Ordinance with the County Clerks of Kane and Cook Counties, Illinois.

Section 3. That this Ordinance shall be in full force and effect forthwith upon its passage and approval in the manner provided by law.

PRESENTED to the City Council of the City of St. Charles, Illinois this  
\_\_\_\_ day of January, 2022.

PASSED by the City Council of the City of St. Charles, Illinois, the  
\_\_\_\_ day of January, 2022.

APPROVED by the Mayor of the City of St. Charles, Illinois this  
\_\_\_\_ day of January, 2022.

\_\_\_\_\_  
Lora Vitek, Mayor

ATTEST:

\_\_\_\_\_  
CITY CLERK

COUNCIL VOTE:

Ayes:  
Nays:  
Absent:  
Abstain: