

	AGENDA ITEM EXECUTIVE SUMMARY		Agenda Item number: IIB
	Title:	Public Hearing and Seeking a Motion to Approve the Ordinance Levying Taxes for the 2023 Levy Year for the City of St. Charles	
	Presenter:	Bill Hannah, Director of Finance	
Meeting: Public Hearing Date: December 4, 2023			
Proposed Cost: \$		Budgeted Amount: \$	Not Budgeted: <input type="checkbox"/>
TIF District: None			
Executive Summary (if not budgeted, please explain): <p>At the October 16th Government Operations Committee meeting, staff presented the proposed 2023 tax levy estimate. This estimate was formally approved by the City Council on November 6th.</p> <p>As previously discussed, the total operating tax levy estimate is \$14,612,813. This is \$425,616 or 3.00% more than last year's 2022 extensions of \$14,187,197. Of this amount, the amount levied for police and fire pension funding is increasing \$566,601, the amount for the mental health board is increasing \$24,971 and the amounts being levied to support general purposes is decreasing \$165,956. The increases for police and fire pension funding are based on the actuarial valuations completed as of April 30, 2023.</p> <p>The levy also includes all of the upcoming principal and interest payments on the City's general obligation debt totaling \$9,852,931. As has been the case in prior years, the City intends to abate all of the property taxes for the debt payments and pay the debt service with general fund revenues, tax increment financing revenues or utility charges from water, sewer or electric, depending on what capital project was funded with the bonds. The total levy before the debt abatement is \$24,465,744.</p> <p>It is estimated that the City's equalized assessed valuation (EAV) will increase about 5.6% for the 2023 levy year to an estimated taxable rate setting EAV of \$1,791,199,732. This would result in an approximate overall decrease in the City property tax rate from \$0.8361 to \$0.8158.</p> <p>The proposed levy after abatement of all debt service components would result in an increase of about \$24 annually or \$2 per month for the owner of a home with a fair cash value of \$300,000, assuming the property's percentage change in EAV was the same as the overall percentage change in EAV for the City.</p> <p>As a reminder, the City's portion of the total property tax bill issued by the County is about 10.4%.</p>			
Attachments (please list): 2023 Tax Levy Ordinance for the City of St. Charles			

Recommendation/Suggested Action (briefly explain):

Motion to Approve the Ordinance Levying Taxes for the 2023 Tax Levy Year for the City of St. Charles.

City of St. Charles, Illinois
Ordinance No. _____

Annual Tax Levy Ordinance

WHEREAS, the City Council of the city of St. Charles, Kane and DuPage Counties, did on the 3rd day of April 2023, pass the annual budget for said City of St. Charles;

WHEREAS, said budget was duly considered and heard by public hearing on the 3rd day of April 2023, in accordance with the provision of the Illinois Revised Statutes, Chapter 24, Article 8, Division 2, Paragraph 9.4 and 9.9.

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 there be and is hereby levied upon all the taxable property within the corporate limits of said City of St. Charles, Illinois, subject to taxation for the year 2023, the total sum of \$24,465,744 (Twenty-Four Million, Four Hundred Sixty-Five Thousand, Seven Hundred Forty-Four Dollars) for the following specific purposes mentioned in said budget and in the respective sums to follow to wit:

	<u>AMOUNT BUDGETED</u>	<u>AMOUNT LEVIED</u>
A. Fire Pension Fund: Municipal normal cost as per Illinois State Statute Chapter 108-1/2 Sections 4-118 & 4-120 and giving consideration to the actuarial valuation of the fund, the present annual amount required to finance the fund on an actuarial basis and to arrive at a fully funded financial position at the end of the period specified in Section 4-118.	\$2,989,721.	
Total Amount Levied		<u>\$2,989,721.</u>

	<u>AMOUNT BUDGETED</u>	<u>AMOUNT LEVIED</u>
B. Police Pension Fund: Municipal normal cost as per Illinois State Statute Chapter 108-1/2 Sections 3-125 and 3-127 and giving consideration to the actuarial valuation of the fund, the present annual amount required to finance the fund on an actuarial basis and to arrive at a fully funded financial position at the end of the period specified in Section 3-127.	\$4,467,238.	
Total Amount Levied		<u>\$4,467,238.</u>
C. Police Protection: Regular Salaries	\$8,155,085.	
Total Amount Levied		<u>\$1,867,000.</u>
D. Fire Protection: Fire Operations Regular Salaries	\$4,802,255.	
Total Amount Levied		<u>\$1,867,000.</u>
E. Mental Health: Total amount of contract for services determined necessary to provide support to local qualifying agencies for community mental health	\$660,000.	
Total Amount Levied		<u>\$660,000.</u>

		<u>AMOUNT BUDGETED</u>	<u>AMOUNT LEVIED</u>
F.	Corporate		
	City Administration		
	Personal Services	\$ 462,920.	
	Accounting		
	Personal Services	\$1,174,532.	
	Information Services		
	Personal Services	\$2,000,700.	
	Human Resources		
	Personal Services	\$ 895,619.	
	Total Amount Levied		<u>\$2,761,854</u>
H.	Bonds & Interest		
	2012 A Bond Issue	449,525	
	2012 B Bond Issue	1,155,700	
	2013 B Bond Issue	357,891	
	2015 A Bond Issue	196,118	
	2016 A Bond Issue	554,750	
	2016 B Bond Series	1,167,850	
	2016 B (TIF) Bond Series	333,100	
	2018A Bond Series	1,518,793	
	2019A Bond Series	1,056,000	
	2020A Bond Series	822,800	
	2020B Bond Series	455,000	
	2021A GO Bond Series	1,097,647	
	2021B (TIF) GO Bond Series	687,757	
	Total	\$9,852,931.	
	Total Amount Levied – Bonds and Interest		<u>\$9,852,931.</u>

RECAPITULATION

	<u>AMOUNT LEVIED</u>
A. Fire Pension Fund	\$2,989,721
B. Police Pension Fund	\$4,467,238
C. Police Protection	\$1,867,000
D. Fire Protection	\$1,867,000
E. Mental Health	\$660,000
F. Corporate	\$2,761,854
G. Bonds & Interest	\$9,852,931
TOTAL TAX LEVY	\$24,465,744

SECTION 2. The amounts budgeted and not expressly itemized and carried forward in this Tax Levy Ordinance will be paid out of monies from sources other than the Tax Levy.

SECTION 3. The City Clerk of the City of St. Charles is hereby directed to file a duly certified copy of this ordinance with the County Clerk of Kane County and DuPage County, along with such other certification as may be required.

SECTION 4. This ordinance shall take effect and be in full force from and after its passage and approval as provided by law.

PRESENTED to the City Council of the City of St. Charles, Illinois, this 4th day of
December, 2023.

PASSED by the City Council of the City of St. Charles, Illinois, this 4th day of
December, 2023.

APPROVED by the Mayor of the City of St. Charles, Illinois, this 4th day of
December, 2023.

Lora Vitek, Mayor

ATTEST:

CITY CLERK

COUNCIL VOTE:

Ayes:

Nays:

Absent:

Abstain: