

 <p>CITY OF ST. CHARLES ILLINOIS • 1834</p>	AGENDA ITEM EXECUTIVE SUMMARY		Agenda Item number: IIC
	Title:	Seeking a Motion to Approve an Ordinance Abating the Tax Heretofore Levied for the Year 2023 to Pay Debt Service for the Special Service Area 21 (SSA 21) Bonds for the City of St. Charles	
	Presenter:	Bill Hannah, Director of Finance	
Meeting: City Council		Date: December 18, 2023	
Proposed Cost: \$		Budgeted Amount: \$	Not Budgeted: <input type="checkbox"/>
TIF District: None			
Executive Summary (if not budgeted, please explain):			
<p>In 1998 the City created Special Service Area 21 and issued \$3,705,000 in special service area bonds to fund certain infrastructure improvements within the SSA. The bonds were originally issued with a final maturity date of March 1, 2028. The SSA encompasses the property generally known as Stuart’s Crossing on the east-side of the City.</p> <p>In 2012, the City determined that sufficient funds were on hand to partially redeem certain maturities of the Special Service Area 21 bonds, and all of the maturities for 2026, 2027 and 2028 were redeemed, and a partial redemption was made for the 2025 maturities due March 1, 2025, leaving only \$130,000 of principal remaining due March 1, 2025.</p> <p>As staff has been going through the process of analyzing the funds on hand in the SSA, it was determined that the final debt service payments due March 1, 2025 can be made without levying the final tax levy on the SSA. The final 2023 tax levy of \$138,613 is therefore abated in the attached Ordinance which would be submitted to the County if approved by the City Council.</p>			
Attachments (please list):			
Abatement SSA 21 Ordinance			
Seeking a Motion to Approve an Ordinance Abating the Tax Heretofore Levied for the Year 2023 to Pay Debt Service for the Special Service Area 21 (SSA 21) Bonds for the City of St. Charles			

City of St. Charles, Illinois
Ordinance No. _____

**An Ordinance Abating the Tax Heretofore Levied for the Year 2023 to Pay
Debt Service for the Special Service Area 21 (SSA 21) Bonds, for the
City of St. Charles, Kane and DuPage Counties, Illinois.**

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

WHEREAS, the City previously approved the issuance of \$3,705,000 in Special Service Area 21 Bonds via Ordinance 1998-M-115 on December 21, 1998 and said bonds had a final maturity date of March 1, 2028; and

WHEREAS, the City subsequently determined in 2012 that sufficient funds were on hand to partially redeem certain maturities of the Special Service Area 21 bonds and said Ordinance numbered 2012-M-50 was approved on November 19, 2012; and

WHEREAS, the revised final maturity date for the Special Service Area 21 Bonds was changed to March 1, 2025 as a result of the partial redemption;

WHEREAS, it has been determined that sufficient funds are on hand in order to pay the debt service on the remaining payments of the Special Service Area 21 Bonds and it is in the best interests of the City of St. Charles that the tax heretofore levied for the year 2023 to pay the debt service due on Special Service Area 21 Bonds be abated in its entirety.

**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 tax heretofore levied for SSA 21 in said Annual Tax Levy Ordinance for the 2023 tax levy year is abated in its entirety as sufficient funds in the SSA 21 are on hand in order to make the final payment and should be abated as follows:

PURPOSE OF LEVY	TAX LEVIED IN SAID ORDINANCE	AMOUNT TO BE ABATED	REMAINDER OF LEVY TO BE EXTENDED
SSA 21 Bonds	\$138,613	\$138,613	\$0
Total	<u>\$138,613</u>	<u>\$138,613</u>	<u>\$0</u>

Section 2. The intention of this Ordinance is to abate all of the property taxes from SSA 21 in its entirety for the 2023 levy year, with the remainder of levy to be extended as \$0. In the event the County has a larger amount on file, the County is instructed and directed by the Ordinance to abate the 2023 levy amount in full and in its entirety.

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

NOW THEREFORE, be it ordained by the Mayor and City Council of the City of St. Charles, Kane and DuPage Counties, Illinois.

PRESENTED to the City Council of the City of St. Charles, Illinois this ____ day of January, 2024.

PASSED by the City Council of the City of St. Charles, Illinois, the ____ day of January, 2024.

APPROVED by the Mayor of the City of St. Charles, Illinois this ____ day of January, 2024.

Lora Vitek, Mayor

ATTEST:

CITY CLERK

COUNCIL VOTE:

Ayes:

Nays:

Absent:

Abstain: