CITY OF ST. CHARLES ILLINOIS • 1834	AGEN	DA ITEM EXECUTIVE SUMMARY	Agenda Item number: IIIA3		
	Title:		a Motion to Approve the Preliminary Estimate of operty Tax Levy in the amount of \$24,465,744		
	Presenter:	Bill Hannah, Director of Finance			
Meeting: City	Council	Date: November 6, 2023			
Proposed Cost: \$-0-		Budgeted Amount: \$ N/A	Not Budgeted:		

TIF District: None

Executive Summary (if not budgeted, please explain):

The City is required to prepare a formal, preliminary estimate of its property tax levy each year. This formal estimate provides the basis for the truth in taxation notice. The actual tax levy ordinance will be presented for approval at the December 4, 2023 City Council meeting after the official public hearing is held on that same evening.

Not Budgeted:

The recommended preliminary estimate for the 2023 levy is listed below. This was discussed at the October 16th Government Operations Committee meeting. The operating portion of the recommended levy is 3% more than the 2022 extensions.

	Property	Property		2023-2022	
	Tax Extensions	Tax Extensions	Proposed	Dollar	Percent
General/Other Purposes	<u>2021</u>	<u>2022</u>	Levy 2003	<u>Change</u>	<u>Change</u>
Corporate	2,929,435	2,929,726	2,761,854	(167,872)	-5.73%
Fire Protection	1,865,021	1,866,042	1,867,000	958	0.05%
Police Protection	1,865,021	1,866,042	1,867,000	958	0.05%
Mental Health Board	611,638	635,029	660,000	24,971	3.93%
Total General Purpose	7,271,114	7,296,839	7,155,854	(140,985)	-1.93%
Pension					
Police Pension	3,870,588	4,170,757	4,467,238	296,481	7.11%
Fire Pension	2,580,382	2,719,601	2,989,721	270,120	9.93%
Total Pension	6,450,970	6,890,358	7,456,959	566,601	8.22%
Total	13,722,084	14,187,197	14,612,813	425,616	3.00%

The total amount of principal and interest payments on the City's general obligation debt for the 2023 levy year is \$9,852,931. This is a decrease of 3.1% from the prior year of \$10,165,001. This portion of the tax levy will be abated in its entirety as those principal and interest payments are paid from revenues from the General Fund, TIF funds, Electric Fund, Water Fund or Sewer Funds. When added together the two components for the estimated 2023 levy are as follows:

2023 Property Tax Levy

Operating Levy:\$14,612,813Bonds/Debt Levy:\$9,852,931 (To be abated in its entirety)TOTAL:\$24,465,744 (Total Official Property Tax Levy Estimate)

Summary

The 2023 estimated levy as presented would result in an increase of about \$24 annually or about \$2 per month for the owner of a home with a fair cash value on the property tax bill of \$300,000. This assumes no change in the assessed value of a home relative to other properties and the City as a whole.

Attachments (please list): None

Recommendation/Suggested Action (briefly explain): Seeking a Motion to Approve the Preliminary Estimate of 2023 Property Tax Levy in the amount of \$24,465,744.