

**AGENDA
CITY OF ST. CHARLES
GOVERNMENT OPERATIONS COMMITTEE
ALD. BILL TURNER, CHAIR**

**MONDAY, OCTOBER 20, 2014
IMMEDIATELY FOLLOWING CITY COUNCIL MEETING
CITY COUNCIL CHAMBERS
2 E. MAIN ST.**

- 1. Call to Order**
- 2. Roll Call**
- 3. Omnibus Vote**
- 4. Finance Department**
 - a. Recommendation to approve estimated amount of 2014 Property Tax Levy in the amount of \$21,471,397.
 - b. Recommendation to accept Fiscal Year 2013-2014 Comprehensive Annual Financial Report.
- 5. Executive Session**
 - Personnel
 - Pending Litigation
 - Probable or Imminent Litigation
 - Property Acquisition
 - Collective Bargaining
 - Review of Minutes of Executive Sessions
- 6. Additional Items**
- 7. Adjournment**



ST. CHARLES
SINCE 1834

AGENDA ITEM EXECUTIVE SUMMARY

Title: Recommendation to Approve Estimated Amount of 2014 Property Tax Levy in the Amount of \$21,471,397

Presenter: Chris Minick, Finance Director

Please check appropriate box:

X	Government Operations (10/20/2014)		Government Services
	Planning & Development		City Council
	Public Hearing		

Estimated Cost:	N/A	Budgeted:	YES		NO	
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If NO, please explain how item will be funded:

Executive Summary:

The City needs to prepare a preliminary estimate of property tax revenue each year. The estimate should be announced at a public meeting and passed by the Corporate Authorities. State statutes further require a public hearing regarding the property tax levy. Staff will make a complete presentation of the proposed property tax levy prior to the public hearing. Tonight's requested action merely sets the amounts to be used in the notice of publication of the public hearing and does not obligate the City to a specific tax levy amount. The amount of the levy can be changed from the preliminary estimate until finalized in the spring of 2015. The value on which the tax rate is figured (EAV) of the City is estimated to decrease by approximately 3% for the 2014 tax levy.

The levy amount presented represents a 0.26% decrease from the prior year, due to a decrease in the debt service portion of the levy primarily related to the restructuring of the debt related to the First Street TIF. Although the debt service levy must be included in this estimate, the City has traditionally abated this amount and paid for bond debt service from non-property tax revenue streams. Staff anticipates a similar process for the 2014 levy. If this occurs, the \$8.976 million amount reflected as debt service will be removed from the final levy.

The dollar amount of the operations levy is consistent with the prior year. CPI/inflation for the 2014 tax levy was measured at 1.50%. Non-home rule units are required to limit the increase in their levy to CPI. As a home rule community, the City has no such restriction. For 2014, the City has taken the conservative measure of holding the amount of the operational tax levy at the **same level** since the 2009 levy.

Attachments: *(please list)*

Summary Comparison of 2013 and Estimated 2014 Levies

Recommendation / Suggested Action *(briefly explain):*

Recommendation to approve estimated amount of 2014 Property Tax Levy in the amount of \$21,471,397.

For office use only: *Agenda Item Number: 4a*

City of St Charles
2013 Property Tax Levy
Comparison of Estimated 2014 and 2013 Tax Levies
October, 2014

	<u>As Estimated 2014</u>		<u>Actual 2013</u>	
Equalized Assessed Valuation	\$ 1,292,327,640		\$ 1,332,296,536	(1)
Change in EAV	-3.00%			
The estimated property tax levy consists of:				
Operations:	\$ 12,055,117		\$ 12,055,117	
Debt Service:	\$ 8,976,705	(2)	\$ 9,067,666	(2)
Special Service Areas	<u>\$ 439,575</u>		<u>\$ 405,104</u>	
 Total Tax Levy	 <u>\$ 21,471,397</u>		 <u>\$ 21,527,887</u>	
 Change In Levy Amounts	 <u>-0.26%</u>			

(1) - 2014 Amount is estimated.

(2) - Note that the City traditionally abates all debt service levies for General Obligation Bonds outstanding. These amounts are paid from General City revenue streams. These amounts were abated for the 2013 tax levy but are included for comparison purposes. It is anticipated that these amounts will be abated as part of the 2014 levy.



ST. CHARLES
SINCE 1834

AGENDA ITEM EXECUTIVE SUMMARY

Title:	Recommendation to Accept Fiscal Year 2013-2014 Comprehensive Annual Financial Report
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Presenter:	Chris Minick, Finance Director
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Please check appropriate box:

<input checked="" type="checkbox"/>	Government Operations (10/20/14)		Government Services
<input type="checkbox"/>	Planning & Development		City Council
<input type="checkbox"/>	Public Hearing		

Estimated Cost:	N/A	Budgeted:	<input type="checkbox"/> YES	<input type="checkbox"/> NO	
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If NO, please explain how item will be funded:

Executive Summary:

Staff will present the 2013-2014 Comprehensive Annual Financial Report (CAFR) and results of operations for the fiscal year. The CAFR was distributed to the City Council on 10/10/14.

State statutes require the City to have an audit performed by an independent CPA on an annual basis. The CAFR presents the financial statement and results of operations of the City. The auditor certifies that the financial statements are presented in accordance with generally accepted accounting principles (GAAP).

For 2013-2014, the City received an unmodified opinion on its financial statement presentation in the CAFR. This is the best audit opinion an entity can receive and it signifies that the City's financial statements are presented in accordance with GAAP. Staff will briefly review the relevant highlights of the CAFR for the Committee.

For the 2012-2013 fiscal year the City received the Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association (GFOA). We have submitted the 2013-2014 Comprehensive Annual Financial Report to GFOA for consideration of the same award.

Attachments: *(please list)*

Please note that the following report was distributed on 10/10/14:
Comprehensive Annual Financial Report (CAFR)

Recommendation / Suggested Action *(briefly explain):*

Recommendation to accept Fiscal Year 2013-2014 Comprehensive Annual Financial Report.

<i>For office use only:</i>	<i>Agenda Item Number: 4b</i>
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