

VILLAGE OF DOWNERS GROVE
REPORT FOR THE VILLAGE COUNCIL MEETING
DECEMBER 9, 2014 AGENDA

SUBJECT:	TYPE:	SUBMITTED BY:
Ordinance Adopting 2014 Aggregate Tax Levy for the Village of Downers Grove	✓ Resolution Ordinance Motion Discussion Only	Judy Buttny Finance Director

SYNOPSIS

Ordinances have been prepared to establish the tax levy.

STRATEGIC PLAN ALIGNMENT

The goals for 2011-2018 include *Steward of Fiscal and Environmental Sustainability*.

FISCAL IMPACT

Without the abatement of any debt, the proposed levy is estimated to be \$24,283,850. However, it is recommended that tax levy abatements totaling \$7,263,694, which would abate all Village debt, be approved. Therefore, the net taxes to be raised by taxation for 2014 upon the taxable property are \$17,020,156 which includes the levy for the Village, Special Service Areas and the Public Library. The Village portion of the levy after abatements is estimated to be \$11,410,293. Since there will be opportunity to change the levy between the approval of this motion and the adoption of this levy, there is no fiscal impact at this time.

UPDATE & RECOMMENDATION

The motion to estimate was levy was discussed at the November 4, 2014 Village Council meeting and approved at the November 11, 2014 Village Council meeting. The required public hearing was held on December 2, 2014. Staff recommends adoption of the levy on December 9, 2014.

BACKGROUND

The tax levy process requires the adoption of the motion presented in advance of the following:

- Publication of Truth in Taxation Notice and Announcement of Public Hearing 11/26/14
- Public Hearing on Tax Levy 12/02/14
- Adoption of Tax Levy 12/09/14
- Abatement of Certain Debt Levies 12/09/14

Annually, the Village Council is required to levy taxes for the following:

- Village Services defined as corporate/police, fire protection, police pension, fire pension, the total amount of all General Obligation (G.O.) Bond payments due for the fiscal year;
- Library operating, Library debt; and
- all Special Services Areas.

Following the levy of taxes, the Council may *abate* or reduce the levy (reduce the property tax collections) for the specific amount that the Village has other resources available to pay for debt service. The amount to be abated is determined by the budget when specific revenues such as gas tax are identified to pay for the Fairview Avenue debt, water revenues that are identified to pay for bonds issued to improve the water

system, revenues from stormwater and capital funds, and revenues from the Tax Increment Financing (TIF) districts that are available and budgeted for debt service.

The Mayor and Village Council have the opportunity to evaluate the proposed tax levy in the context of the budget. In addition, the proposal includes the tax levy and abatements. The amounts proposed for abatement are those debt instruments for which the Village has funds other than property taxes identified to pay principal and interest obligations.

EAV	2014 projected EAV (flat)	
EAV Village	\$2.04 billion	

Levy	2014 recommended levy before abatements	2014 recommended levy after abatements
Corporate levy	2,997,145	2,997,145
Fire Protection levy	2,850,000	2,850,000
Fire Pension	2,330,108	2,330,108
Police Pension	2,261,516	2,261,516
Capital	971,524	971,524
Debt Service:		
GO Bonds, Series 2007	443,100	-
GO Bonds, Series 2008A	1,018,500	-
GO Bonds, Series 2008B	108,000	-
GO Bonds, Series 2009	1,049,050	-
GO Bonds, Series 2010A	387,950	-
GO Bonds, Series 2010B	420,400	-
GO Bonds, Series 2012	1,937,119	-
GO Bonds, Series 2013A	1,551,650	-
GO Bonds, Series 2014A	347,925	-
Total Debt Service	7,263,694	-
Village Levy	18,673,987	11,410,293
Projected Village Tax Rate	0.5654	
Library Operating	4,662,087	4,662,087
Library Debt Service	626,316	626,316
Special Service Area #2	247,000	247,000
Special Service Area #6	74,460	74,460
Total All Levies	24,283,850	17,020,156

**VILLAGE OF DOWNERS GROVE
COUNCIL ACTION SUMMARY**

INITIATED: Finance Director **DATE:** December 9, 2014
(Name)

RECOMMENDATION FROM: N/A **FILE REF:** _____
(Board or Department)

NATURE OF ACTION:

STEPS NEEDED TO IMPLEMENT ACTION:

- Ordinance
- Resolution
- Motion
- Other

Motion to adopt the "2014 AGGREGATE TAX LEVY ORDINANCE", as presented



SUMMARY OF ITEM:

Adoption of this ordinance will establish the 2014 Downers Grove Tax Levy in the amount of \$18,673,986.76 for the Village of Downers Grove and \$5,288,403.00 for the Library.

RECORD OF ACTION TAKEN:

ORDINANCE NO. _____

2014 AGGREGATE TAX LEVY ORDINANCE

An ordinance levying taxes for corporate purposes of the Village of Downers Grove, DuPage County Illinois for the fiscal year commencing on the first day of January, 2014 and ending on the thirty- first day of December, 2014.

BE IT ORDAINED by the Council of the Village of Downers Grove, DuPage County, Illinois, as follows:

SECTION 1. That a tax for the following sums of money, as listed below and detailed on the following pages, or as much thereof as may be authorized by law, to defray all expenses and liabilities of the Village, be and the same is hereby levied for the purpose specified against all taxable property in the Village of Downers Grove, DuPage County, Illinois, for the fiscal year commencing on the first day of January, 2014, and ending on the thirty-first day of December, 2014.

TAX LEVY FOR FISCAL YEAR 2014 BY FUNDS	
CORPORATE	\$3,968,669.00
FIRE PROTECTION	\$2,850,000.00
POLICE PENSION	\$2,261,516.00
FIRE PENSION	\$2,330,108.00
FIRE STATION DEBT SERVICE 2007	\$443,100.00
STORMWATER DEBT SERVICE 2008A	\$1,018,500.00
CBD TIF DEBT SERVICE 2008B	\$108,000.00
CBD TIF DEBT SERVICE 2010	\$387,950.00
CBD TIF DEBT SERVICE 2010B	\$420,400.00
FAIRVIEW AVE. DEBT SERVICE & CBD TIF DEBT SERVICE 2009	\$1,049,050.00
CAPITAL PROJECTS DEBT SERVICE 2012	\$1,937,118.76
CBD TIF DEBT SERVICE 2013A	\$1,551,650.00
REFUNDING BONDS SERIES 2014	\$347,925.00
TOTAL VILLAGE OPERATIONS	\$18,673,986.76
PUBLIC LIBRARY-OPERATING	\$4,662,087.00
LIBRARY BUILDING DEBT SERVICE 2013	\$626,316.00
TOTAL LIBRARY OPERATIONS	\$5,288,403.00
TOTAL ALL FUNDS	\$23,962,389.76

SECTION 2. That the Clerk of the Village of Downers Grove, DuPage County, Illinois is hereby directed to file with the County Clerk of DuPage County, Illinois, on or before the last Tuesday of December, A.D. 2014, a copy of this ordinance duly certified by said Village Clerk.

SECTION 3. That this ordinance shall be in full force and effect from and after its passage and approval as required by law.

SECTION 4. All ordinances or parts of ordinances in conflict with the provisions of this ordinance are hereby repealed.

Mayor

Passed:

Attest: _____
Village Clerk

Filed in the office of the County Clerk
this _____ day of _____, 20____