

**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:

- Ordinance
- Resolution
- Motion
- Other

STEPS NEEDED TO IMPLEMENT ACTION:

Motion to Adopt "AN ORDINANCE FOR THE LEVYING OF TAXES FOR THE FISCAL YEAR COMMENCING ON THE FIRST DAY OF JANUARY, 2014 AND ENDING ON THE THIRTY-FIRST DAY OF DECEMBER, 2014 FOR VILLAGE OF DOWNERS GROVE SPECIAL SERVICE AREA #4 (GREEN ACRES SUBDIVISION)", as presented



SUMMARY OF ITEM:

Adoption of this ordinance will establish the tax levy for the Green Acres Subdivision Special Service Area #4 in the amount of \$0.00.

RECORD OF ACTION TAKEN:

ORDINANCE NO. _____

**AN ORDINANCE FOR THE LEVYING OF TAXES FOR THE
FISCAL YEAR COMMENCING ON THE FIRST DAY OF
JANUARY, 2014 AND ENDING ON THE THIRTY-FIRST
DAY OF DECEMBER, 2014 FOR VILLAGE
OF DOWNERS GROVE SPECIAL SERVICE AREA #4**

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

SECTION 1. Findings. Village of Downers Grove Special Service Area #4 (Green Acres Subdivision), has been created by Ordinance 5288. Said Special Service Area #4 consists of the territory described in the Ordinance 5288 aforesaid. The Village of Downers Grove is now authorized to levy taxes for special services in said Special Service Area.

SECTION 2. That the total amount of appropriations for all purposes to be collected from the tax levy of the current fiscal year in Special Service Area #4 is ascertained to be the sum of \$0.00.

SECTION 3. That \$0.00 be, and the same hereby is levied upon the taxable property, as defined in the Revenue Act of 1939 in Village of Downers Grove Special Service Area #4, and said tax to be levied for the fiscal year beginning January 1, 2014, and ending December 31, 2014.

SECTION 4. This tax is levied pursuant to Article VII, Sections 6A and 6L of the Constitution of the State of Illinois and Chapter 35, Illinois Compiled Statutes, Sec. 235/1, et seq. and pursuant to an Ordinance Establishing Village of Downers Grove Special Service Area #4.

SECTION 5. That there is hereby certified to the County Clerk of DuPage County, Illinois, the sum aforesaid, constituting said total amount and the said total amount of \$0.00,

which said total amount the said Village of Downers Grove Special Service Area #4 requires to be raised by taxation for the current fiscal year of said Village, and the Village Clerk, of said Village, is hereby ordered and directed to file with the County Clerk of said County on or before the time required by law, a certified copy of this Ordinance.

SECTION 6. That all ordinances or parts of ordinances in conflict with the provisions of this ordinance are hereby repealed.

SECTION 7. That this ordinance shall be in full force and effect from and after its passage and publication in pamphlet form as provided by law.

Mayor

Passed:

Published:

Attest: _____
Village Clerk