

**VILLAGE OF DOWNERS GROVE
REPORT FOR THE VILLAGE COUNCIL MEETING
DECEMBER 15, 2009 AGENDA**

SUBJECT:	TYPE:	SUBMITTED BY:
2009 Aggregate Tax Levy and Abatements for the Village of Downers Grove	✓ Resolution Ordinance Motion Discussion Only	Dave Fieldman Village Manager

SYNOPSIS

An ordinance has been prepared to establish the 2009 property tax levy, which will be collected in 2010. Additionally, ordinances have been prepared to abate the following 2009 tax levies:

Issuance	Amount of Payment to be Abated
General Obligation Bonds, Series 2000 (TIF Increment)	\$ 231,750
General Obligation Bonds, Series 2001 (TIF Increment)	358,412
General Obligation Bonds, Series 2001A (Water Fund)	513,695
General Obligation Bonds, Series 2002 (TIF Increment)	346,408
General Obligation Bonds, Series 2005 (TIF Increment)	419,000
General Obligation Bonds, Series 2007 (Capital Projects Fund)	711,308
General Obligation Bonds, Series 2008A (Stormwater Fund)	3,997,862
General Obligation Bonds, Series 2008B (TIF Increment)	501,700
General Obligation Bonds, Series 2009 (Fairview Ave Debt & TIF Increment)	<u>1,345,900</u>
 Total	 \$8,426,035

STRATEGIC PLAN ALIGNMENT

The Five Year Plan and Goals for 2008-2013 identified *Exceptional Municipal Organization* with an objective of *Financially Sound and Sustainable Village Government*.

FISCAL IMPACT

Without the abatement of any debt, the proposed levy is estimated to be \$25,796,756. However, it is recommended that tax levy abatements totaling \$8,426,035, which would abate all Village debt, be approved and therefore, the net taxes to be raised by taxation for 2009 upon the taxable property is \$17,370,721 which includes the levy for the Village and the Public Library. The Village portion of the levy after abatements is estimated to be \$12,477,946.

UPDATE & RECOMMENDATION

This item was discussed at the December 8, 2009 workshop. Staff recommends approval of the 2009 property tax levy and all associated abatements as listed above on the December 15, 2009 active agenda.

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 11/25/09
- Public Hearing on Tax Levy 12/08/09
- Adoption of Tax Levy 12/15/09
- Abatement of Certain Debt Levies 12/15/09

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	2009 projected EAV to be received in FY 10 (0% increase)
EAV Village	2,547,555,176
EAV Fire Protection District	2,530,583,706

Levy	2009 recommended levy before abatements	2009 recommended levy after abatements
Corporate levy	3,312,347	3,312,347
Fire Protection levy	2,850,000	2,850,000
Fire Pension	1,979,952	1,979,952
Police Pension	1,705,508	1,705,508
Stormwater	2,630,139	2,630,139
Debt Service: *		
GO Bonds, Series 2000	231,750	-
GO Bonds, Series 2001	358,412	-
GO Bonds, Series 2001A	513,695	-
GO Bonds, Series 2002	346,408	-
GO Bonds, Series 2005	419,000	-
GO Bonds, Series 2007	711,308	-
GO Bonds, Series 2008A	3,997,862	-
GO Bonds, Series 2008B	501,700	-
GO Bonds, Series 2009	1,345,900	-
Total Debt Service	8,426,035	-

Village Levy	20,903,981	12,477,946
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Village Tax Rate	0.4898
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Library Operating	3,965,265	3,965,265
Library Debt Service	656,980	656,980
Special Service Area #2	261,859	261,859
Special Service Area #3	8,671	8,671

Total All Levies	25,796,756	17,370,721
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ATTACHMENTS

Ordinances

VILLAGE OF DOWNERS GROVE
COUNCIL ACTION SUMMARY

INITIATED: Dir. of Finance **DATE:** December 15, 2009
(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 "2009 AGGREGATE TAX LEVY ORDINANCE", as presented

SUMMARY OF ITEM:

Adoption of this ordinance will establish the 2009 Downers Grove Tax Levy in the amount of \$20,903,981.00 for the Village of Downers Grove and \$4,622,245.00 for the Library.

RECORD OF ACTION TAKEN:

2009 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, 2009 and ending on the thirty-first day of December, 2009,

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, 2009, and ending on the thirty-first day of December, 2009.

TAX LEVY FOR FISCAL YEAR 2009 BY FUNDS	
CORPORATE	5,942,486.00
FIRE PROTECTION	2,850,000.00
POLICE PENSION	1,705,508.00
FIRE PENSION	1,979,952.00
CBD TIF DEBT SERVICE 2000	231,750.00
CBD TIF DEBT SERVICE 2001	358,412.50
Water Bonds Debt Service 2001A	513,695.00
CBD TIF DEBT SERVICE 2002	346,407.50
CBD TIF DEBT SERVICE 2005	419,000.00
FIRE STATION DEBT SERVICE 2007	711,307.50
STORMWATER DEBT SERVICE 2008A	3,997,862.50
CBD TIF DEBT SERVICE 2008B	501,700.00
FAIRVIEW AVE. DEBT SERVICE & CBD TIF DEBT SERVICE 2009	1,345,900.00
TOTAL VILLAGE OPERATIONS	20,903,981.00
PUBLIC LIBRARY-OPERATING	3,965,265.00
LIBRARY BUILDING DEBT SERVICE 2003	656,980.00
TOTAL LIBRARY OPERATIONS	4,622,245.00
TOTAL ALL FUNDS	25,526,226.00

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. 2009, 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 _____, 2009