



## Legislation Text

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**File #:** 19-1223, **Version:** 1

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### **CITY COUNCIL AGENDA ITEM**

#### **ACTION REQUESTED:**

Conduct a Truth-in-Taxation hearing for the Special Service Area No. 23 (Naper Main) property tax levy (Item 1 of 2).

**DEPARTMENT:** Finance Department

**SUBMITTED BY:** Rachel Mayer, Finance Director

#### **BOARD/COMMISSION REVIEW:**

N/A

#### **BACKGROUND:**

Special Service Area No. 23 was created per Ordinance 07-168 in July 2007. The purpose of Special Service Area No. 23 is to levy taxes for debt service on \$3.5 million of general obligation bonds for the construction of Naper Main Parking at Main Street Promenade. Special Service Area 23 will expire in June 2043.

#### **DISCUSSION:**

City Council received the estimated 2019 property tax levy for Special Service Area No. 23 at the November 5, 2019 City Council meeting in the amount of \$98,939. This proposed property tax levy for 2018 is a 49.86% increase from the 2018 final property tax extension of \$66,022. A truth-in-taxation hearing is required per State statute because the proposed 2019 property tax levy is greater than 105% of the final 2018 property tax extension. A truth-in-taxation hearing notice was published on December 11, 2019 in accordance with State statute. Once the truth-in-taxation hearing is concluded, City Council may adopt the annual property tax levy. This levy amount represents a projected tax rate of 2.9153, which is up from the 2018 rate of 2.0232.

#### **FISCAL IMPACT:**

Tax levy of \$98,939 for Special Service Area No. 23