



Legislation Text

File #: 22-1494, Version: 1

CITY COUNCIL AGENDA ITEM

ACTION REQUESTED:

Pass the ordinance for the Levy and Assessment of Taxes for the fiscal year beginning January 1, 2023 and ending December 31, 2023 adopting a total levy of \$98,939 for Special Service Area No. 23 (Naper Main)

DEPARTMENT: Finance Department

SUBMITTED BY: Rachel Mayer, Finance Director

BOARD/COMMISSION REVIEW:

N/A

BACKGROUND:

Special Service Area No. 23 (SSA #23) was created per Ordinance 07-196 in September 2007. The purpose of SSA #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. SSA #23 will expire in 2038.

DISCUSSION:

City Council received the estimated 2022 property tax levy for SSA #23 at the November 15, 2022 City Council meeting in the amount of \$98,939. This proposed property tax levy for the 2022 tax year is nearly flat from the 2021 final property tax extension of \$98,942.

Per state statute, a public hearing is required if the proposed 2022 property tax levy for a special service area is greater than 105% of the final 2021 property tax extension. Because the 2022 levy is less than 105% of the final 2021 tax extension, City Council may adopt the annual property tax levy for SSA #23 without further action.

The requested levy amount represents a projected tax rate of 2.6000, which is below the maximum rate of 40.0000 set by the originating ordinance.

FISCAL IMPACT:

The tax levy of \$98,939 for SSA #23 will support the debt service payments associated with this special service area included in the 2023 annual operating budget.