

## **2024 SSA Establishment Process**



# Clean, Green, Safe,





#### What is a Special Service Area (SSA)?

- Locally-initiated, self-imposed tax
- A **geographic area**, not an agency
- Funds additional services beyond the City's general services, within SSA boundaries
- City grants taxing authority and appoints local SSA Commissioners
- City contracts with service provider agencies to administer day-today SSA activities
- Authorized by state statute, city ordinance, and DPD policies









#### 2023 Stats at a Glance

- First SSA created in 1977
- **57** active SSAs
- 42 Service Provider Agencies
- 465+ Commissioners
- Initial terms of 10 years
- Term extensions of 15 years
- 2023 Budgets = \$33.9 million
  - Smallest \$18,000
  - Median \$462,000
  - Largest \$3,638,000





#### **Authorized Service Categories**

1.0	00	Customer	Attraction

2.00 Public Way Aesthetics

3.00 Sustainability and Public Pla

4.00 Economic/Business Develop

5.00 Public Health and Safety Programs

6.00 SSA Management

7.00 Personnel

SSA funds can only be spent within SSA boundaries.

These categories cannot exceed

30% of the levy total.



## **SSA Services Gallery**



**Public Gathering Spaces** 



**Public Art** 



**Unique Identifiers** 



**Special Events** 







#### **1.00 Customer Attraction**

- Website Management
- Special Events / Festivals
- Free WiFi Program
- Social Media Outreach

#### 2.00 Public Way Aesthetics

- Graffiti Removal/Prevention
- Landscaping, Sidewalk Maintenance
- Façade Rebate Program
- Wayfinding Signage



#### 3.00 Sustainability and Public Places

- Garbage/Recycling Materials Program
- Small Business Energy Efficiency Retrofits
- Public Transit Enhancements
- Bicycle Transit Enhancements

#### **4.00 Economic/Business Development**

- Marketing Available Storefronts
- Strategic / Master Planning
- Commission Development and Recruitment



#### **5.00 Public Health and Safety Programs**

- Public Way Surveillance Cameras/Maintenance
- Security Patrol Services
- Rebates for Public Health and Safety

**Upgrades** 









#### **6.00 SSA Management**

- Annual audit
- Accounting
- Office Operations
- Monitoring/Compliance





#### 7.00 Personnel

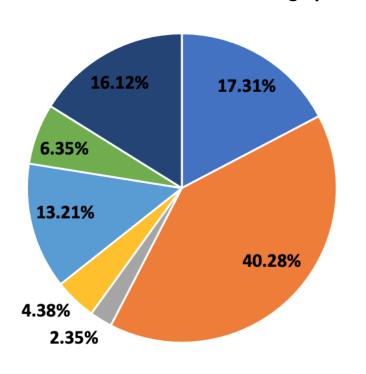
- Personnel includes SSA provider's share for employee salaries and fringe
- Cost Allocation Tracks provider's multiple funding sources to prohibit "double-funding" of shared administrative line items

#### **Per State Statute:**

Administrative Expenses (Categories 6.00 + 7.00) cannot exceed 30% of levy amount



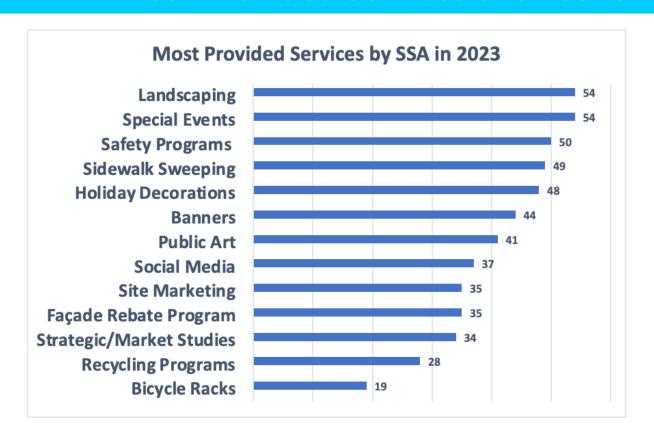
#### Allocation of Funding by SSA Category for all 57 SSAs in 2023



- 1.00 Customer Attraction
- 2.00 Public Way Aesthetics
- 3.00 Sustainability and Public Places
- 4.00 Economic/Business Development
- 5.00 Public Health and Safety Programs
- 6.00 SSA Management
- 7.00 Personnel



## **Most-Provided Services of 57 SSAs**





## **Roles and Responsibilities**

#### **The SSA Commission**

- Recommends tax rate, services, budget, and Service Provider yearly
- Authorizes budget line item modifications
- Reviews vendor finalists and approve subcontracts
- Monitors all SSA expense reports provided by Service Provider agency
- Reviews and approves SSA meeting agenda and minutes
- Authorizes payments from SSA account



## **Roles and Responsibilities**

#### **The Service Provider Staff**

- Manages daily SSA activities
- Guides vendor selection and RFP process
  - Issues requests for proposals (RFPs)
  - Reviews responses
  - Recommends top respondents to commission
  - Signs contracts with vendors
  - Monitors contracts to ensure services are delivered
- Prepares regular reports to DPD and Commission
- Ensures contract requirements are fulfilled



## **Key Legislation Governing SSAs**

- Illinois State Statute: SSA Tax Law
- City Ordinances
- Open Meetings Act (OMA)
- Freedom of Information Act (FOIA)
- City and County Ethics Ordinances





## Legislation

#### **City Ordinances**

#### Establishment Ordinance

- Must be renewed every 10-15 years
- Defines SSA Boundaries
- Sets Tax Rate Cap
- Sets Expiration Date
- Defines Commissioner Number,
  Terms, Qualifications,
  Appointment Process, Powers





## Legislation

#### **City Ordinances**

#### Annual Levy Ordinance

- Must be approved every year
- Sets annual levy and associated tax rate for upcoming year
- Establishes budget for upcoming year
- Designates a Service Provider to administer the SSA for the upcoming year subject to a Service Provider Agreement (SPA)





## **Local Outreach / Support for New & Renewing SSAs**

- DPD requires two community meetings to inform SSA stakeholders and gather feedback
- Sponsoring agency must brief local aldermen
- Signatures of support from at least 20% of the PINs within the proposed SSA boundaries
  - Minimum of **10%** by June 9<sup>th</sup>
  - Entire 20%+ by August 1st
- Formal public hearing held in the fall at City Hall



## **Vetting Overview**

#### SSA Commissioners

- Require Mayoral nomination and City Council approval
- No debts to City or Child Support
- Annual City and County Ethics Statements

#### Service Provider

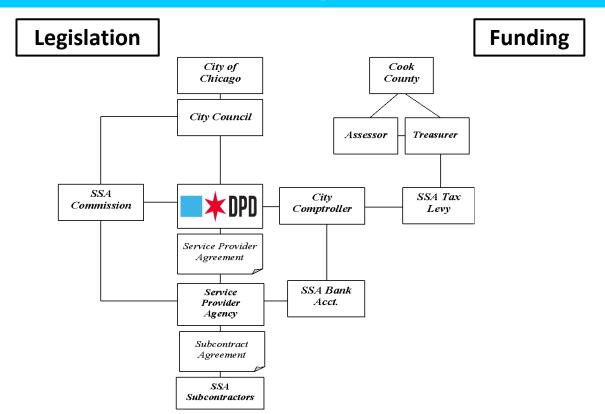
- No debts to City or Child Support
- Economic Disclosure Statement with City of Chicago
- In good standing with State of Illinois

#### City monitors on behalf of taxpayers

- Reviews annual audits
- Limits administrative expenses
- Review performance metrics of service providers



## **SSA Management Flow Chart**





## **2024 SSA Creation Timeline**





# Thank You!

#### **Bureau of Economic Development**

**Tim Jeffries, Acting Managing Deputy Commissioner** 

#### **Small Business Advocacy Division**

Mary O'Connor, Deputy Commissioner Mark Roschen, Assistant Commissioner 312-744-1083



#### **SSA Project Managers**

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**312-744-0842** – SSA Commissioner applications/questions



Maurice D. Cox Commissioner

