



**FINAL ADMINISTRATIVE DECISION
ILLINOIS PROPERTY TAX APPEAL BOARD**

APPELLANT: Patrick Koziol & Timothy Ramseyer
DOCKET NO.: 14-02382.001-R-1
PARCEL NO.: 06-14-258-008

The parties of record before the Property Tax Appeal Board are Patrick Koziol & Timothy Ramseyer, the appellants,¹ and the Kane County Board of Review.

Based on the facts and exhibits presented in this matter, the Property Tax Appeal Board hereby finds **A Reduction** in the assessment of the property as established by the **Kane** County Board of Review is warranted. The correct assessed valuation of the property is:

LAND: \$6,227
IMPR.: \$11,805
TOTAL: \$18,032

Subject only to the State multiplier as applicable.

Statement of Jurisdiction

The appellants timely filed the appeal from a decision of the Kane County Board of Review pursuant to section 16-160 of the Property Tax Code (35 ILCS 200/16-160) challenging the assessment for the 2014 tax year. The Property Tax Appeal Board finds that it has jurisdiction over the parties and the subject matter of the appeal.

Findings of Fact

The subject property consists of a one-story dwelling of frame construction with 1,358 square feet of living area. The dwelling was constructed in 1868. Features of the home include a full basement. The property has a 7,524 square foot site and is located in Elgin, Elgin Township, Kane County.

The appellants' appeal is based on overvaluation. In support of this argument the appellants submitted evidence disclosing the subject property was purchased on March 28, 2014 for a price of \$54,100. The appellants completed Section IV – Recent Sale Data of the appeal petition and reported the property was purchased from Mass Consumption LLC, the parties to the transaction were not related, the property was sold by the owner and was advertised with "sign, internet and/or auction." No specific time period for marketing was reported. In further support of these assertions, the appellants provided a copy of the Settlement Statement that reiterated the

¹ Attorney Jerri K. Bush withdrew her appearance as counsel for the appellants by a filing dated March 16, 2016.

purchase price and date; the document also depicted the distribution of a brokers' fee to one party. The appellants also submitted a copy of the PTAX-203 Illinois Real Estate Transfer Declaration that indicated the property was advertised prior to the sale and it was a "short sale." Based on this evidence, the appellants requested a reduction in the subject's assessment to reflect the purchase price.

The board of review submitted its "Board of Review Notes on Appeal" disclosing the total assessment for the subject of \$27,353. The subject's assessment reflects a market value of \$82,166 or \$60.51 per square foot of living area, land included, when using the 2014 three year average median level of assessment for Kane County of 33.29% as determined by the Illinois Department of Revenue.

In response to the appeal, the board of review submitted a copy of the subject's property record card, a copy of the Multiple Listing Service data sheet related to the property's placement on the market as of April 27, 2013 with an asking price of \$49,000, and a grid analysis of three suggested comparable sales. The copy of the MLS data sheet depicted that the property had been on the market for 184 days and was a short sale.

In support of its contention of the correct assessment the board of review submitted information on three comparable sales. The comparables consist of one-story frame dwellings that were built between 1878 and 1928. The homes range in size from 1,142 to 1,382 square feet of building area. Each comparable has a basement, one of which has finished area. Two of the comparables also each have a garage of 280 and 440 square feet of building area, respectively. The properties sold between October 2012 and April 2014 for prices ranging from \$75,000 to \$80,200 or for \$58 or \$66 per square foot of living area, including land, rounded. The data also indicated that each of the comparable sales were foreclosures and were on the market from 17 to 154 days.

Based on this evidence and argument, the board of review requested confirmation of the subject's assessment.

In written rebuttal, former counsel for the appellants reiterated the assertion that the subject's sale was an arm's-length transaction between unrelated parties that had been listed on open market. It was further argued that the assessing officials submitted no evidence to dispute the arm's-length nature of the sale transaction nor that the sale price was not reflective of market value at the time of sale. It was further argued that board of review comparable #3 sold in 2012, a date that remote in time to the valuation date at issue in this appeal. Also, the board of review failed to report the proximity of its comparables to the subject which detracts from the comparability of the properties.

Conclusion of Law

The appellants contend the market value of the subject property is not accurately reflected in its assessed valuation. When market value is the basis of the appeal the value of the property must be proved by a preponderance of the evidence. 86 Ill.Admin.Code §1910.63(e). Proof of market value may consist of an appraisal of the subject property, a recent sale, comparable sales or construction costs. 86 Ill.Admin.Code §1910.65(c). The Board finds the appellants met this burden of proof and a reduction in the subject's assessment is warranted.

The Board finds the best evidence of market value to be the purchase of the subject property in March, 2014 for a price of \$54,100. The appellants provided evidence demonstrating the sale had the elements of an arm's-length transaction. The appellants completed Section IV - Recent Sale Data of the appeal disclosing the parties to the transaction were not related, the property was sold after being advertised on the open market. In further support of the transaction the appellants submitted a copy of the Settlement Statement. Additionally, the board of review provided a copy of the listing of the subject property that depicted it was on the market for 184 days.

On this record, the Board finds the purchase price of \$54,100 is below the market value reflected by the assessment of \$82,166. Moreover, this estimated market value as reflected by the assessment is higher than any of the comparable sales presented by the board of review, two of which are newer than the subject dwelling and which have garages that make them superior to the subject property which does not have a garage. To the extent that the subject property is similar to board of review comparable #2, the Board finds that this one sale comparable does not overcome the evidence of the arm's length sale of the subject property. Ordinarily, property is valued based on its fair cash value (also referred to as fair market value), "meaning the amount the property would bring at a voluntary sale where the owner is ready, willing, and able to sell; the buyer is ready, willing, and able to buy; and neither is under a compulsion to do so." Illini Country Club, 263 Ill. App. 3d at 418, 635 N.E.2d at 1353; see also 35 ILCS 200/9-145(a). The Illinois Supreme Court has held that a contemporaneous sale of the subject property between parties dealing at arm's length is relevant to the question of fair market value. People ex rel. Korzen v. Belt Ry. Co. of Chicago, 37 Ill. 2d 158, 161, 226 N.E.2d 265, 267 (1967). A contemporaneous sale of property between parties dealing at arm's-length is a relevant factor in determining the correctness of an assessment and may be practically conclusive on the issue of whether an assessment is reflective of market value. Rosewell v. 2626 Lakeview Limited Partnership, 120 Ill. App. 3d 369 (1st Dist. 1983); People ex rel. Munson v. Morningside Heights, Inc., 45 Ill. 2d 338 (1970); People ex rel. Korzen v. Belt Railway Co. of Chicago, 37 Ill. 2d 158 (1967); and People ex rel. Rhodes v. Turk, 391 Ill. 424 (1945).

In summary, in light of this holding, the comparable sales submitted by the board of review were given less weight. Moreover, as noted previously, two of the comparables were superior in age and garage feature to the subject. One of the sales occurred remote in time to the assessment date. Given the arm's-length nature of the sale transaction, the Board finds that the sale of the subject is the best evidence of its market value in the record.

In conclusion, the Property Tax Appeal Board finds the board of review did not present any substantive evidence to challenge the arm's-length nature of the transaction or to refute the contention that the purchase price was reflective of market value. Based on this record, the Board finds the subject property is overvalued and a reduction in the subject's assessment commensurate with the appellants' request is warranted.

This is a final administrative decision of the Property Tax Appeal Board which is subject to review in the Circuit Court or Appellate Court under the provisions of the Administrative Review Law (735 ILCS 5/3-101 et seq.) and section 16-195 of the Property Tax Code.



Chairman



Member



Member



Member



Acting Member

DISSENTING: _____

CERTIFICATION

As Clerk of the Illinois Property Tax Appeal Board and the keeper of the Records thereof, I do hereby certify that the foregoing is a true, full and complete Final Administrative Decision of the Illinois Property Tax Appeal Board issued this date in the above entitled appeal, now of record in this said office.

Date: October 21, 2016



Clerk of the Property Tax Appeal Board

IMPORTANT NOTICE

Section 16-185 of the Property Tax Code provides in part:

"If the Property Tax Appeal Board renders a decision lowering the assessment of a particular parcel after the deadline for filing complaints with the Board of Review or after adjournment of

the session of the Board of Review at which assessments for the subsequent year are being considered, the taxpayer may, within 30 days after the date of written notice of the Property Tax Appeal Board's decision, appeal the assessment for the subsequent year directly to the Property Tax Appeal Board."

In order to comply with the above provision, YOU MUST FILE A PETITION AND EVIDENCE WITH THE PROPERTY TAX APPEAL BOARD WITHIN 30 DAYS OF THE DATE OF THE ENCLOSED DECISION IN ORDER TO APPEAL THE ASSESSMENT OF THE PROPERTY FOR THE SUBSEQUENT YEAR.

Based upon the issuance of a lowered assessment by the Property Tax Appeal Board, the refund of paid property taxes is the responsibility of your County Treasurer. Please contact that office with any questions you may have regarding the refund of paid property taxes.