



CITY COUNCIL AGENDA ITEM STAFF REPORT

MEETING DATE:	December 9, 2025
TITLE:	Ordinance Providing for Tax Abatement for the General Obligation Bonds, Series 2020, of the City of Collinsville, Madison and St. Clair Counties, Illinois
DEPARTMENT:	Finance Department
PROJECT MANAGER:	Amanda Guntrum, Interim Director of Finance
REQUESTED ACTION:	Approval
STRATEGIC PLAN GOAL(s):	Goal #7 – Support Excellent Municipal Services
ATTACHMENTS:	Ordinance

Executive Summary

This ordinance will abate the property tax levy inherently associated with the City of Collinsville’s General Obligation Bonds Series 2020 for calendar year 2025.

Background

The General Obligation Bonds, Series 2020 were originally issued in 2006 to fund the sewer plant expansion and related projects. The bonds were partially refinanced in 2012 to take advantage of a lower interest rate. In 2020, the bonds were refinanced again to save the City substantial money.

Recommendation

Approval of this ordinance will allow Madison and St. Clair Counties to NOT levy property tax for the City’s 2020 Bonds.

Alternatives

If the City of Collinsville does not abate the property tax levy each year, the County Clerks are required by City Ordinance 4514 (adopted May 29, 2012) to levy property tax on the City’s behalf for principal and interest payments on the 2020 Bonds.

Funding Source

Debt service payments for the 2020 Bonds will total \$1,409,200 (\$1,355,000 principal, \$54,200 interest) paid from the Water/Wastewater Fund.