

AGENDA ITEM REPORT

DATE OF MEETING: December 12, 2016

ITEM: Resolution Providing for Tax Abatement for the General Obligation Refunding Bonds, Series 2013A, of the City of Collinsville, Madison and St. Clair Counties, Illinois

STRATEGIC PLAN GOAL: Goal #7: *“Financial Stewardship and Sustainability”*

BACKGROUND:

The resolution provides for property tax abatement associated with the 2013A bonds that were originally issued in 2006 to fund the sewer plant expansion and related projects. The bonds were partially refinanced in 2013 to take advantage of a lower interest rate. The intention was to annually abate the property tax levy and use the increased sewer usage fee and tap-on fee revenue of the Water/Waste Water Fund to make principal and interest payments. If the City does not abate the property tax levy each year, the County Clerks are required by the bond ordinance to levy the amount specified in the ordinance.

RECOMMENDATION:

The Director of Finance recommends approval of the Resolution Providing for Tax Abatement for the General Obligation Refunding Bonds, Series 2013A, of the City of Collinsville, Madison and St. Clair Counties, Illinois.

ITEM SUBMITTED BY: Tamara Ammann, Director of Finance

ATTACHMENTS: Resolution