

Village of Romeoville

Request for Village Board Action

Date: September 1, 2021

Description/Title:

AN ORDINANCE providing for the issuance of not to exceed \$2,500,000 General Obligation Refunding Bonds, Series 2021A, of the Village of Romeoville, Will County, Illinois, for the purpose of refunding certain outstanding bonds of the Village, authorizing the execution of a bond order and an escrow agreement in connection therewith, providing for the levy and collection of a direct annual tax sufficient for the payment of the principal of and interest on said bonds, and authorizing the sale of said bonds to the purchaser thereof.

Workshop X **Regular** X

Summary:

The Refunding Bonds Series 2021A bond issue will be for an estimated \$2,500,000 par value with an estimated rate of 0.85%. The proceeds will be used to refund an unpaid portion of the 2013B Series bonds (\$2,010,000 principal) and Underwriter and issuance costs.

The \$2.3 GO Bond, Series 2013B was originally used for the redevelopment of the Downtown TIF. Presently, the bond has a net interest cost of 4.00%, has a budgeted annual payment in FY22 of \$1,484,240, is expected to be paid in full in FY25. The proposal includes refinancing \$2,010,000 of the outstanding principal at an estimated net interest rate of 0.85%, saving the Village approximately \$188,200 in interest. Estimated closing on the bonds is October 26.

Recommendation / Comments By Other Boards or Commissions:

Action Requested by Village Board: Pass the Ordinance.

Presenter: Christi Jacobson

Dept. Manager: CJ **Proofed by:** _____ **Village Manager:** _____

