

Village of Romeoville

Request for Village Board Action

Date: September 1, 2021

Description/Title:

AN ORDINANCE providing for the issuance of not to exceed \$10,400,000 General Obligation Refunding Bonds, Series 2021B, of the Village of Romeoville, Will County, Illinois, for the purpose of refunding certain outstanding obligations of the Village, authorizing the execution of a bond order 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 2021B bond issue will be for an estimated \$10,400,000 par value with an estimated rate of 1.15%. The proceeds will be used to refund an unpaid portion of the IEPA loan (\$10,156,340 principal) and Underwriter and issuance costs.

The \$20M original issue IEPA loan was used for the design and construction of improvements to the Wastewater Treatment facilities at both the South and North plants. Presently, the IEPA loan has a net interest cost of 2.50%, has a budgeted annual payment of \$1,701,889 through 04/30/2028 and approximately \$10,156,340 in outstanding principal and \$901,133 in outstanding interest. The estimated net interest rate on the refinancing of this loan is 1.15% and can save the Village approximately \$412,949 in interest and lower the annual debt service payment to approximately \$1,632,500. 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: _____

