



Agenda Memo

Crest Hill, IL

Meeting Date: February 10, 2025
Submitter: Glenn Gehrke, Finance Director
Department: Finance Department
Agenda Item: PMA Presentation

Summary:

PMA will be providing financing scenarios for bonds that would be issued to finance a portion of the City's current capital needs. The debt would be issued through a similar mechanism as the City's existing 2019A and 2019B Bonds, which were Alternate Revenue Source (ARS) Bonds. ARS Bonds allow the City to issue debt without going to referendum, but can only be issued if the City can demonstrate the financial capacity to repay the bonds with sufficient revenue coverage. Included in this analysis will be a brief update of the current municipal bond market to show where interest rates are now should the City move forward with a bond financing.

PMA's presentation will also include a table summarizing the main financial metrics that are used in a credit rating review by S&P, the City's credit rating agency. The table not only summarizes the City's financial metrics, but also compares them to other cities/villages that are similar in size and location to the City of Crest Hill. The comparison summary sheds light on the overall financial condition and health of the City as viewed by S&P.

Recommended Council Action:

Financial Impact:

Funding Source:

Budgeted Amount:

Cost:

Attachments: