

**ROCHELLE CITY COUNCIL  
AGENDA ITEM MEMO  
REGULAR MEETING**

**SUBJECT:** An ordinance authorizing the issuance of General Obligation Bonds (Alternate Revenue Source), Series 2023A of the City of Rochelle, Ogle and Lee Counties, Illinois, in an aggregate principal amount of not to exceed \$2,500,000 for the purpose of financing costs of certain capital projects within the City and paying for costs related thereto and providing for the levy of a direct annual tax sufficient to pay the principal of and interest on said bonds

**Staff Contact:** Jeff Fiegenschuh, City Manager

**Summary:** Staff has identified several infrastructure projects including but not limited to the of purchase and demolition of property, property redevelopment, installation of infrastructure including streets, curb and gutter, water mains, sewer lines and storm sewers, installation of new street lighting and the installations and burying of electric infrastructure. Rather than fund these projects at higher prices in the future, staff recommends taking advantage of the low interest rate environment and issue bonds. The debt service payments will be paid out of Downtown and Southern Gateway TIF revenues. The bonds will not exceed \$2.5 million, have a maximum 6% interest rate, and a term of no longer than 17 years.

**Funding Sources:**

Source:	Budgeted Amount:	Proposed Expenditure:

**Strategic Plan Goal Application:** Reduce/Re-evaluate Debt – Long Term Complex, Maintain Fiscal Stability & Balanced Budget – Short Term Routine, Create a 20 Year Capital Improvement Plan – Short-Term Routine & Long-Term Complex

**Recommendation:** Adoption of an ordinance authorizing the issuance of General Obligation Bonds (Alternate Revenue Source), Series 2023A of the City of Rochelle, Ogle and Lee Counties, Illinois, in an aggregate principal amount of not to exceed \$2,500,000 for the purpose of financing costs of certain capital projects within the City and paying for costs related thereto and providing for the levy of a direct annual tax sufficient to pay the principal of and interest on said bonds