

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

SUBJECT: Extension of the Agreement between GREDCO and the City of Rochelle regarding rail revenue.

Staff Contact: Jason Anderson

Summary: The City of Rochelle and GREDCO have been in partnership for over 35 years in the development of the City of Rochelle Railroad. In October 2019 the City and GREDCO entered into an agreement whereby the City agreed to pay GREDCO 5% of the City of Rochelle Railroad revenues. The agreement is set to expire in May of this year. The Agreement allows for up to two, 2-year extensions of the agreement. Pursuant to Paragraph 3 of the 2019 agreement the two parties agree to extend the agreement two years beyond the current term of the mayor of Rochelle.

Funding Sources:

Source:	Budgeted Amount:	Proposed Expenditure:
N/A		

Strategic Plan Goal Application: Support for Rochelle's industrial development that is in part the ongoing development of the City of Rochelle Railroad.

Recommendation: Staff recommends that the City Council approve a two year extension of the Agreement between GREDCO and the City

Supporting Documents:

Agreement Extension

Agreement Dated October 16th 2019