

# CONSENT AGENDA ITEM VIII-G



To: David A. Hulseberg, Village Manager

From: Timothy Sexton, Director of Finance

Date: December 10, 2011

Subject: Agenda Item/Sale of General Obligation Limited Tax Debt Certificates Series 2010 (Special Assessment 217C, Olde Towne East – Phase 5, Meter Replacement, and the North Industrial Park Pavement Rehabilitation Project)

An internet auction was held this morning for the sale of \$6,700,000 General Obligation Limited Tax Debt Certificates to fund a portion of Village costs for capital improvements for Special Assessment 217C, Olde Towne East – Phase 5, Meter Replacement, and the North Industrial Park Pavement Rehabilitation Project. The report from our financial consultant, Speer Financial, Inc., is attached for your information. As the report indicates, there were three bidders. The low bid was from BMO Capital MarketsBidder GKST Inc., Chicago, Illinois at a true interest cost of **1.9996%**. The debt service expense for this issue is budgeted as part of the Village's FY 2011-2020 Capital Improvement Program from the Capital Projects Fund.

As a point of comparison, in June of last year, the Village issued \$2,800,000 in General Obligation Limited Tax Debt Certificates for South Booster Station Project, Special Assessment 217B at a true interest cost of 3.6003%.

The draft ordinance before the Village Board this evening has been amended by our bond counsel, James Shanahan of Ice Miller, to reflect the information on the successful bidder as well as the interest rate bid. This item is on the Village Board's Agenda this evening as **Item VIII-G**.

- c. Village President
- Village Board of Trustees
- Village Clerk
- Village Attorney