

TRANSMITTAL LETTER FOR BOARD MEETING OF OCTOBER 17, 2013

COMMITTEE ON BUDGET AND EMPLOYMENT

Mr. David St. Pierre, Executive Director

..Title

Ordinance O13-003 An Ordinance authorizing a supplemental appropriation of \$2,680,581 for the Bond Redemption and Interest Fund, increasing the total appropriation to \$192,984,390 from \$190,303,809 for the budget year 2013.

..Body

Dear Sir:

Ordinance O13-003 provides for the authorization of a supplemental appropriation in the amount of \$2,680,581 for the Bond Redemption and Interest Fund, increasing the total appropriation to \$192,984,390 from the \$190,303,809 for the budget year 2013, as adopted at the Board meeting of December 13, 2012 and amended at the Board meeting of December 20, 2012.

The increase in appropriation is necessary to begin repayment on Capital Improvement Bond (CIB) 2009 IEPA Series, Project A, SRF Loan L173074, and increase the repayment on CIB 2009 IEPA Series, Project B, SRF Loan L173064. The Illinois Environmental Protection Agency (IEPA) did not present the loan amendments on these loans prior to the budget cycle for inclusion in the annual appropriation. Delaying repayment of these loans to begin in the 2014 budget cycle would cost the District an extra \$610,697 in construction period interest. The District has levied and received funds for repayment of these loans based upon the anticipated construction completion dates. Funds are available in the Bond Redemption and Interest Fund to begin repayment of these loans as requested by the IEPA, which will result in savings of \$610,697 in interest cost on loan L173074, which bears an interest rate of 1.25%. Loan L173064 is a 0% interest rate loan.

It is recommended that Ordinance O13-003, An Ordinance authorizing a supplemental appropriation of \$2,680,581 for the Bond Redemption and Interest Fund, increasing the total appropriation to \$192,984,390 from \$190,303,809 for the budget year 2013, be adopted by the Board of Commissioners.

Requested, Mary Ann Boyle, Treasurer, MAB:st

Respectfully Submitted, Kari K. Steele, Chairman Committee on Budget and Employment

Disposition of this agenda item will be documented in the official Regular Board Meeting Minutes of the Board of Commissioners for October 17, 2013

Attachment