



Lake County Illinois

Legislation Text

File #: 10-0700, **Version:** 1

Ordinance authorizing the issuance and sale of \$20,000,000 Water and Sewer System Revenue Bonds, Series A of 2010, and providing the terms of and security for payment thereof.

- The approved 2010 Budget included a \$20 million revenue bond issuance.
- Public Works 10-Year Capital Projects Program includes \$110 million in capital projects expenditures.
- A Cash Flow Analysis projects the need to borrow up to \$40 million to fund the 10-year Capital Projects Program.
- We will be utilizing Build America Bonds for this issuance, which provides a rebate of 35% of the bond interest costs. This will allow us to receive a rebate of \$7.7 million over the life of the bond debt service.
- The revenue bond market interest rates are very favorable at this time.
- This revenue bond issuance will not significantly increase Public Works annual debt service over current levels, because some older bond issues will be retiring.
- This is a parameter Ordinance, which establishes the terms, provisions and limitations of the bond sale and authorizes the issuance of \$20 million, Series A, 2010 Bonds.
- The bond sale is scheduled for September 13th at which time designated officials are authorized to approve the sale. A report will be presented to the County Board at the September 14th Board Meeting summarizing the bond sale results.