

## Request For City Council Action

Date: October 6, 2015

<p><b>Agenda Section:</b> Consent Agenda</p> <p>No. 5</p>	<p><b>Originating Department:</b></p> <p>Public Works/Engineering - Finance</p>			
<p><b>Item:</b> Obligation Retirement Resolution for the 2006 Street Improvement Program Bonds Payment of \$450,000 from State MFT Funds</p> <p>No. 5.9</p>	<p><b>Approved:</b></p>			
<p><b>Background and Summary:</b></p> <p>On April 19, 2005, the City Council approved a Street Improvement Program to resurface all oil and chip streets in Carbondale with bituminous material and reconstruct Reed Station Road from Illinois Route 13 to East Walnut Street, South Wall Street from East Park Street to East Pleasant Hill Road and Schwartz Street from Oakland Avenue to Eason Drive.</p> <p>On March 7, 2006, the City Council passed 2006-R-13 Resolution of Intent to Issue General Obligation Bonds for the purpose of funding the Street Improvement Program and on June 20, 2006 passed Ordinance No. 2006-42 providing for the issuance of General Obligation Bonds, Series 2006 in the amount of Five Million Six Hundred Ninety Thousand Dollars \$5,690,000. The bonds were financed for ten (10) years with the annual debt service being funded from multiple sources including a one cent per gallon Municipal Motor Fuel Tax (MFT), State MFT revenues, and funds from the City's Local Improvement Fund.</p> <p>Prior to expending revenues from State MFT sources, State statutes require that an annual Obligation Retirement Resolution be passed by the City Council and submitted to the Illinois Department of Transportation (IDOT) for approval. This is necessary as the City financed the 2006 Series General Obligation Bonds (2006 Street Improvement Project) with a bond issue that earmarked State MFT revenues to retire a portion of the bonded indebtedness.</p> <p>The attached Obligation Retirement Resolution is per IDOT guidelines and appropriates Four Hundred and Fifty Thousand Dollars (\$450,000) from the City's annual allotment of State Motor Fuel Tax revenues for the bond obligation payment, including interest. The final payment for the 2006 Series General Obligation Bonds is due in the fall of calendar year 2017 (FY2018).</p>				
<p><b>Recommended Action:</b></p> <p>The City Council is requested to approve the Obligation Retirement Resolution for the City's 2006 Street Improvement Program to retire a portion of the bonds, including interest, from the City's annual allotment of State Motor Fuel Tax Revenues.</p>				
<p>Engineering Approval Obtained</p>	<p>Finance Approval Obtained</p>	<p>Legal Approval Obtained</p>	<p>Approval Obtained</p>	<p>Manager's Approval Obtained</p>
<p>Council Action: Motion by: _____ 2nd by _____ TO: _____</p>				



A resolution providing for the retirement of certain municipal indebtedness by the use of motor fuel tax funds

WHEREAS, the Municipality of Carbonbdale has outstanding  
(County or Municipality)  
indebtedness described as follows:

General Obligation Bonds, Series 2006

(Title of bond issue or paving district and municipal motor fuel tax section number)

MFT Section No. 07-00000-02-GM (previsouly 07-00000-01-GM), 00-00103-00-FP

and 05-00120-00-WR (previously 05-00118-00-WR)

Bonds or Public Benefit Assessments	Number of the Bonds or Assessments	Interest or Principal	Date Due	Amount
General Obligation		Principal	12/01/2015	\$450,000.00

and.

WHEREAS, in the opinion of this body, the indebtedness described in the preceding paragraph may be retired with funds allotted to the municipality under the Motor Fuel Tax Law, and

WHEREAS, it appears that sufficient motor fuel tax funds are or will be available when the above indebtedness is due, and

WHEREAS, the City Council has, by resolution adopted 12/16/2014,  
(County Board, Council or President and Board of Trustees)  
directed the Clerk of Jackson County to cancel the 2014 tax levy (for taxes  
(year)  
collectable in 2015 ) which would have produced funds to pay this indebtedness. (Not applicable to special  
(year)  
assessment projects.)

NOW, THEREFORE, BE IT RESOLVED, that there is hereby appropriated the sum of Four Hundred Fifty  
Thousand Dollars \_\_\_\_\_ dollars (\$ 450,000.00 ) from funds allotted to the county or municipality  
under the Motor Fuel Tax Law for the payment of the above-described indebtedness, and

BE IT FURTHER RESOLVED, that the Clerk shall immediately transmit three (3) certified copies of this resolution to the  
Regional Engineer, Department of Transportation, Carbondale, Illinois.

This resolution passed and adopted by the City Council of the City of Carbondale, Illinois, on the 6<sup>th</sup> day of October, 2015.

APPROVED: \_\_\_\_\_  
John M. Henry, Mayor

FOR: \_\_\_\_\_  
AGAINST: \_\_\_\_\_  
PASSED: \_\_\_\_\_  
APPROVED: \_\_\_\_\_  
RECORDED: \_\_\_\_\_  
PUBLISHED: \_\_\_\_\_

ATTEST: \_\_\_\_\_  
Jennifer Sorrell, City Clerk

APPROVED AS TO LEGALITY AND FORM:

\_\_\_\_\_  
P. Michael Kimmel, City Attorney

I Jennifer Sorrell, Municipal Clerk in and  
(County or Municipal)

for the Municipality of Carbondale hereby certify  
(County or Municipality)

the foregoing to be a true, perfect and complete copy of a resolution adopted by the

City Council at a meeting on \_\_\_\_\_  
(County Board, Council or President and Board of Trustees)

IN TESTIMONY WHEREOF, I have hereunto set my hand and seal this \_\_\_\_\_ day  
of \_\_\_\_\_, A.D. \_\_\_\_\_

\_\_\_\_\_  
Clerk.  
(County or Municipal)