



## City of Rochelle Administrative Services

### Memo

**To:** Dave Plyman, City Manager  
**From:** Chris Frye, Finance Manager  
**Date:** July 8, 2014  
**Re:** 2014 Electric Revenue Bond Issue – Reimbursement Resolution

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The RMU Electric Department has identified the following three capital projects for potential funding through an electric revenue bond not to exceed \$6 million.

Estimated project costs;

- 1) Purchase and installation of diesel generators - \$ 2,040,000
- 2) Design, engineering, site preparation, improvement, expansion and repairs to the Steward Road transmission line - \$ 2,760,000
- 3) Design, engineering, site preparation, improvement, and expansion to the Caron Road Substation - \$ 1,200,000

The first step in the bond issue process is for Council pass a Reimbursement Resolution so that all costs paid for the projects within 60 days prior to or any time after the passage of the Resolution can be reimbursed to RMU Electric through bond proceeds.

A Parameters Ordinance will be presented at a future City Council meeting that will state a maximum maturity, maximum interest rate, maximum amount, and authorize a City official to execute the bond issuance.