



## City of Rochelle Administrative Services

### Memo

**To:** Dave Plyman, City Manager  
**From:** Chris Frye, Finance Manager  
**Date:** August 18, 2014  
**Re:** 2014 Electric Revenue Bond Issue – Parameters Ordinance

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The RMU Electric Department has identified the following 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 - \$ 2,000,000
- 2) Design, engineering, site preparation, improvement, and expansion to the Caron Road Substation - \$ 4,000,000

At the July 14, 2014 City Council meeting, the Council approved the Reimbursement Resolution allowing costs paid for the projects within 60 days prior to or any time after the passage of the resolution to be reimbursed to RMU Electric through bond proceeds.

The attached Parameters Ordinance is the next step in issuing the bond. It stipulates the maximum maturity date of May 1, 2035, maximum bond issue amount of \$6 million, maximum annual interest rate of 7%, issue date of no later than February 1, 2015, and executed by the Mayor.