

Ordinance 23-009, Volume Cap transfer to WIEDA.pdf

WESTERN ILLINOIS ECONOMIC DEVELOPMENT AUTHORITY Letter.pdf

ORDINANCE 23-009
A SPECIAL ORDINANCE AUTHORIZING THE
CEDING OF PRIVATE ACTIVITY
BONDING AUTHORITY

WHEREAS, the Internal Revenue Code of 1986 provides that the amount of private activity bonds which may be issued by the City of Monmouth (“City”) as a constitutional home rule unit is equal to its population multiplied by \$ 120.00; and

WHEREAS, the Illinois Private Activity Bond Allocation Act (30 ILCS 345/1 et seq.) provides, among other things, that the corporate authorities of any home rule unit may reallocate to a state agency any portion of its unused allocation of volume cap; and

WHEREAS, the City of Monmouth has available year 2023 volume cap and desires to utilize this cap in cooperation with the Western Illinois Economic Development Authority (WIEDA) to support the projects that will create jobs and expand the City’s tax base;

NOW THEREFORE, be it ordained by the City Council of the City of Monmouth, Illinois:

Section 1. Consent to Reallocate to WIEDA. The City hereby agrees to reallocate to the Western Illinois Economic Development Authority its 2023 private activity volume bonding cap in the amount of \$1,053,360. Said private activity volume bonding cap shall be used to support projects that will provide job opportunities and new investments.

Section 2. Letter of Agreement. The City Finance Director is hereby authorized to execute a letter of agreement with WIEDA consenting to such allocation on behalf of the City as authorized.

Section 3. Maintaining Records. The City Finance Director is hereby authorized to maintain such record of the allocation for the term of the bonds issued pursuant to such allocation.

Section 4. Notice. The Mayor shall provide notice of such allocation to the Office of the

Governor. Section 5. Effective Date. This ordinance shall be effective from and after its passage.

Signed: _____
Mayor Rod Davies

Date of Approval

Attest: _____
City Clerk Susan S. Trevor

Date of Approval



WESTERN ILLINOIS ECONOMIC DEVELOPMENT AUTHORITY

HQ Address: 1406 East Carroll Street • Macomb • Illinois 61455 •

Mailing Address: PO Box 9079 • Springfield • Illinois 62791 •

Tel: 866-325-7525 • Web: www.wieda.com

February 27, 2023

The Honorable Rod Davies, Mayor
City of Monmouth
100 East Broadway
Monmouth, IL 61462

Dear Mayor Davies:

The Western Illinois Economic Development Authority (WIEDA) respectfully requests your consideration to transfer your unneeded 2023 Home Rule Volume Cap to WIEDA to support regional economic development and affordable housing projects. WIEDA has successfully fostered mutual relationships with home rule communities and counties to share this valuable resource for the benefit of the entire region.

In 2023, Home Rule communities receive a direct allocation equal to their population times \$120. The 2023 State of Illinois Allocation guidelines identify Monmouth's population at 8,778 or a total Volume Cap Allocation of \$1,053,360.

Home Rule communities must obligate their allocation by May 1st of each calendar year, or it transfers back to the State for reallocation outside the region. If the City would consider passing an ordinance transferring its 2023 allocation to WIEDA prior to May 1st, then WIEDA would be able to safekeep the volume cap until December 31st on your behalf and that of the region. We also can carry it forward for three additional years if not used.

We understand that volume cap and this process can be confusing. We are available to discuss or meet with you or your representatives to address any questions or offer additional information. Please call us at 217-836-9553 or send an email to wribley@WIEDA.com.

For your convenience we have included a Draft Ordinance and Letter to the Governor's Office to effectuate the transfer. It is important that official action be taken and submitted to the Governor's Office as outlined in the accompanying documents prior to May 1.

Please send a copy of the Ordinance/Resolution and notification letter to the Governor's Office of Management and Budget as noted and a copy of both to us at WIEDA Statewide Office, Attn: Warren Ribley, PO Box 9079, Springfield, IL 62791.

Most Sincerely,

A handwritten signature in black ink, appearing to read "W. Ribley", with a stylized flourish at the end.

Warren Ribley
Assistant Executive Director

