

**AN ORDINANCE AUTHORIZING THE TRANSFER OF VOLUME CAP OR PRIVATE
ACTIVITY BONDING AUTHORITY FOR FY 2011**

WHEREAS, the Internal Revenue Code of 1986 provides that the amount of private activity bonds that may be issued by the City of Rolling Meadows ("City") as a constitutional home rule unit is equal to its population multiplied by \$95.00; 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 Rolling Meadows has available year 2011 volume cap and desires to utilize this cap in cooperation with the Upper Illinois River Valley Development Authority (UIRVDA) to support the projects that will create jobs and expand the City's tax base; and

WHEREAS, the City of Rolling Meadows has reserved its 2011 volume cap pursuant to Ordinance 11-09 on April 12, 2011;

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

Section 1. Consent to Reallocate to UIRVDA. The City hereby agrees to reallocate to the Upper Illinois River Valley Development Authority its 2011 private activity volume bonding cap in the amount of \$2,215,780.00. 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 Manager is hereby authorized to execute a letter of agreement with UIRVDA consenting to such allocation on behalf of the City as authorized. The City Manager is also hereby authorized to enter into any transfer fee arrangements of 1% or greater (based on market conditions).

Section 3. Maintaining Records. The City Manager 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.

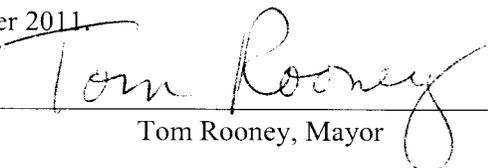
Section 5. Effective Date. This ordinance shall be in full force and effect from and after its passage, approval and publication as provided by law.

YEAS: Cannon, Allen, Buske, Judd, Banger, D'Astice, Larsen

NAYS: 0

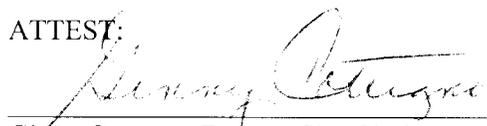
ABSENT: 0

Passed and approved this 1st day of November 2011.



Tom Rooney, Mayor

ATTEST:



Ginny Cotugno, Deputy City Clerk