

## BINA Notice

The Mayor and the City Council of the City of Lincoln, Logan County, Illinois will hold a public hearing on October 17, 2016 at 7:00 p.m. The hearing will be held in the Council Chambers of City Hall at 700 Broadway Street, in the City of Lincoln, Illinois. The purpose of the hearing will be to receive public comments on the proposal to sell general obligation limited tax bonds in the amount of not to exceed \$500,000 for the purpose of financing certain capital expenditures in and for the City (the "Project") and paying certain costs of issuance of the bonds, all for the benefit of the inhabitants of the City.

By: /s/ Susan Gehlbach  
Title: City Clerk

CITY OF LINCOLN  
PUBLIC HEARING AGENDA  
OCTOBER 17, 2016  
7:00 P.M.

Public Hearing pursuant to the requirements of Sections 10 and 20 of the Bond Issuance Notification Act of the State of Illinois, as amended on the plans to issue General Obligation Limited Tax Bonds, Series 2016 in the amount not to exceed \$500,000.

1. Call to Order
2. Roll Call
3. Opening statement – Mayor Neitzel
4. Invitation to submit written comments
5. Public comments
6. Adjournment

**Minutes of the Public Hearing  
City of Lincoln  
Logan County, Illinois  
October 17, 2016**

The Public Hearing was called to order at 7:00 p.m. will be held in the Council Chambers of City Hall of the City of Lincoln, Logan County, Illinois (the "City" or the "Issuer"), 700 Broadway Street, Lincoln, Illinois regarding a plan to issue not to exceed \$500,000 in aggregate principal amount of the Issuer's General Obligation Limited Tax Bonds, Series 2016 (the "Bonds").

Martha Neitzel, Mayor, as Hearing Officer read the following statement:

*Good evening, ladies and gentlemen. This hearing will come to order. Let the record reflect that this is a public hearing being held pursuant to the requirements of Sections 10 and 20 of the Bond Issue Notification Act of the State of Illinois, as amended. Notice of this hearing was published on October 7, 2016, in the Lincoln Courier, a newspaper of general circulation in the City. This is a hearing regarding a plan to issue not to exceed \$500,000 in aggregate principal amount of the Issuer's General Obligation Limited Tax Bonds, Series 2016 (the "Bonds"). The proceeds of the Bonds will be used to (i) finance certain capital expenditures in and for the City and (ii) pay certain costs of issuance of the Bonds.*

*The Bonds will be issued by the Issuer in accordance with the provisions of Section 15 of the Local Government Debt Reform Act of the State of Illinois, as amended, and shall constitute a general obligation of the City, payable from (i) the debt service extension base (the "Base"), as permitted by law, and to determine the lien priority of payments to be made from the Base to pay the City's limited bonds, and (ii) such other funds of the City lawfully available and annually appropriated for such purpose.*

*This public hearing is required by Section 10 of the Bond Issue Notification Act of the State of Illinois, as amended. At the time and place set for the public hearing, residents, taxpayers and other interested persons will be given the opportunity to express their views for or against the proposed plan of financing, the issuance of the Bonds and the purpose of the issuance of the Bonds.*

The Hearing Officer asked if there was anyone who wished to submit written comments.

[Please insert comments here] \_\_\_\_\_

\_\_\_\_\_. The Hearing Officer asked all residents, taxpayers or other interested persons attending the hearing and desiring an opportunity to express their views for or against the proposed Bonds, to please stand so that they may have an opportunity to make those comments or statements. [Please insert comments here] \_\_\_\_\_

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The Hearing Officer concluded the public hearing regarding a plan to issue not to exceed \$500,000 in aggregate principal amount of the Issuer's General Obligation Limited Tax Bonds, Series 2016.

Let the Record further reflect this public hearing was concluded at the hour of \_\_\_\_\_ p.m., October 17, 2016.

Respectfully Submitted,

By: \_\_\_\_\_  
Martha Neitzel, Mayor

## MEMORANDUM

**TO:** Mayor and Aldermen of the City of Lincoln  
**FROM:** Clay T. Johnson, City Administrator   
**MEETING DATE:** October 11, 2016  
**RE:** 2016 General Obligation Bond Issue

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### Background

Every three years the City of Lincoln sells bonds in the principal amount of approximately \$500,000. I use the term approximately because the city actually sells about \$508,000 in bonds and after issuance costs, receives about \$493,000 in usable funds. The purpose of extending bonds each year is to maintain a level tax rate. Using a \$500,000 amount, the City is obligated to make debt service payments of \$183,000 each year. Under the Property Tax Extension Limitation Law (PTELL) there is a capped amount of which the City is able to pay toward debt service. Bond expenditures have not been historically used to shore up gaps in operational expenses, but rather are used for equipment purchases and other capital improvements.

### Analysis/Discussion

To move forward with the issuance of these bonds, the Council must hold a public hearing regarding the sale of bonds. A copy of that notice publicizing the date of Monday, October 17<sup>th</sup>, 2016, is included in your materials. After receiving comment from the public, the Council will review an ordinance authorizing the issuance of bonds at the Committee of the Whole meeting on October 25<sup>th</sup>, with the intention of considering the ordinance on November 7<sup>th</sup>, 2016.

### Fiscal Impact

The issuance of bonds in 2016 keeps the property tax level related to debt issuance flat as we continue the practice of issuing these notes every three years. The 2016 G.O. Bonds were part of the FY 2017 Budget discussion, utilizing \$350,000 towards the Street Facility.

### COW Recommendation

Schedule a public hearing during the regular Council meeting on October 17, 2016 at 7PM.

### Council Recommendation

Hold a public hearing on October 17, 2016 at 7PM regarding the issuance of the 2016 General Obligation Bonds. No other action needed at this time.