

RESOLUTION NO. 8485-R17

A RESOLUTION

CONSENTING TO THE ALLOCATION OF THE FULL AMOUNT OF THE CITY OF URBANA'S PORTION OF THE STATE CEILING OF THE AGGREGATE PRINCIPAL AMOUNT OF MORTGAGE REVENUE BONDS FOR CALENDAR YEAR 1984 TO THE ILLINOIS HOUSING DEVELOPMENT AUTHORITY

WHEREAS, pursuant to Ordinance No. 7879-98, entitled "An Ordinance Establishing the Procedures for the Issuance of Residential Mortgage Revenue Bonds by the City of Urbana, Champaign County, Illinois", which said ordinance was passed by the City Council of the City of Urbana at a regular meeting held on the 7th day of May, 1979, at which meeting a quorum was present, and approved by the Mayor of the City of Urbana on the 7th day of May, 1979, and Section 103A and 25 of the Internal Revenue Code of 1954, as amended, and the temporary regulations thereunder (the "Tax Act"), the City of Urbana, a Municipal Corporation of the State of Illinois, (the "Issuer") is authorized to issue qualified mortgage revenue bonds and Mortgage Credit Certificates ("MCC's") for the purpose of assisting homebuyers in the purchase of residential housing; and

WHEREAS, pursuant to the Illinois Housing Development Act (Chapter 67-1/2, §§ 301 et seq., Illinois Revised Statutes), as amended (the "Act") and the Tax Act, the Illinois Housing Development Authority (the "Authority") is authorized to issue mortgage revenue bonds for such purposes; and

WHEREAS, the Tax Act and Revenue Procedure 84-53 issued thereunder currently limit the aggregate principal amount of mortgage revenue bonds which may be issued by all issuers in the State of Illinois in calendar year 1984 to \$432,000,000 (the "State Ceiling"); and

WHEREAS, pursuant to the Tax Act the Issuer's portion of the 1984 State Ceiling is an amount currently estimated to be \$1,360,106; and

WHEREAS, pursuant to the Tax Act the Authority's portion of the 1984 State Ceiling is an amount currently estimated to be \$83,639,520 and the Authority has issued qualified mortgage bonds in the aggregate principal amount of \$82,000,140; and

WHEREAS, the Issuer has not issued any qualified mortgage bonds or MCC's during calendar year 1984; and

WHEREAS, it has been determined to be in the best interests of the Issuer not to issue any MCC's under the Tax Act during calendar year 1984; and

WHEREAS, it has been determined to be in the best interests of the Issuer to participate in the issuance of qualified mortgage revenue bonds for the purpose of assisting homebuyers in the State of Illinois in financing the purchase of residential housing; and

WHEREAS, there does not presently exist economic justification for the City of Urbana to issue mortgage revenue bonds for such purpose; and

WHEREAS, the Authority presently has the personnel, expertise, and marketing capability to issue mortgage revenue bonds; and

WHEREAS, Section 14.1 of the Act allocates to the Authority that portion of the State Ceiling for any calendar year applicable to each other issuer in the State of Illinois which consents to such allocation in writing to the Authority during calendar year 1984 and the Tax Act authorizes such allocation.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF URBANA, ILLINOIS, as follows:

Section 1. That the Issuer hereby irrevocably consents to the allocation to the Authority of the full amount of its portion of the State Ceiling for calendar year 1984.

Section 2. That the Issuer shall not authorize or issue mortgage revenue bonds or MCC's during calendar year 1984.

Section 3. That the Mayor of the Issuer be and the same is authorized and directed to transmit a letter to the Authority consenting to such allocation on behalf of the Issuer as authorized by this Resolution.

PASSED by the City Council this 15th day of October 1984.


Ruth S. Brookens
Ruth S. Brookens, City Clerk

APPROVED by the Mayor this 18th day of October 1984.

Jeffrey T. Markland
Jeffrey T. Markland, Mayor