



Office of Chicago City Clerk



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Office of the City Clerk

City Council Document Tracking Sheet

Meeting Date: 4/13/2011 ?

Sponsor(s): Clerk Del Valle

Type: Report

Title: General Obligation Bonds-Series 2010B & 2010C-1

Committee(s) Assignment:

NOTIFICATION OF TAX ABATEMENT

CITY OF CHICAGO

\$ 213,555,000
GENERAL OBLIGATION BONDS,
TAXABLE PROJECT SERIES 2010B
(BUILD AMERICA BONDS – DIRECT PAYMENT)

\$299,340,000
GENERAL OBLIGATION BONDS,
TAXABLE PROJECT SERIES 2010C-1

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State of Illinois)
) SS
County of Cook)

To: The City Council of the City of Chicago

Please be advised that responsive to authority contained in an Ordinance (the “*Ordinance*”) adopted by the City Council (the “*City Council*”) of the City of Chicago (the “*City*”) on July 28, 2010, authorizing the issuance of up to \$900,000,000 aggregate principal amount of general obligation bonds of the City, the City issued its \$213,555,000 aggregate principal amount of General Obligation Bonds, Taxable Project Series 2010B (Build America Bonds – Direct Payment) (the “*Series 2010B Bonds*”) and \$299,340,000 aggregate principal amount of General Obligation Bonds, Taxable Project Series 2010C-1 (the “*Series 2010C-1 Bonds*”) and, together with the Series 2010B Bonds, the “*Bonds*”), pursuant to Bond Purchase Agreements entered into with Loop Capital Markets, LLC, as representative of certain underwriters on December 1, 2010 providing for the sale of the Series 2010B Bonds, and on January 20, 2011 providing for the sale of the Series 2010C-1 Bonds, by the City’s Chief Financial Officer, in both cases with the concurrence of the Chairman of the Committee on Finance of the City Council, each of the Bonds being dated their date of issuance.

Capitalized terms used herein without definition have the meanings assigned to such terms in the Ordinance.

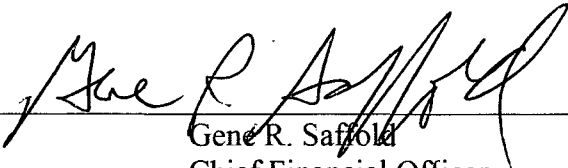
Notification of the sale of the Bonds to the City Council and of the determinations made by the Chief Financial Officer of the City with respect to the sale of the Bonds, the filing of the Bond Purchase Agreements, and the official statements for each of the Series 2010B Bonds and the Series 2010C-1 Bonds, all as provided for or required by the Ordinance was made by the filing with the City Clerk of a Notification Of Sale issued by the Chief Financial Officer on the date of issuance of each of the Bonds and dated December 14, 2010 with respect to the Series 2010B Bonds and January 26, 2011 with respect to the Series 2010C-1 Bonds (the “*Series 2010C-1 Bonds Notification Of Sale*”), except for notification to the City Council of the disposition of collections of the tax levy authorized in Section 7 of the Ordinance in excess of any amount required for the payment of the principal of and interest on the Bonds, such

abatement notification to be made after the sale of the last series of bonds authorized by the Ordinance and in accordance with the Ordinance.

Please be further advised that there is no change in the disposition of the taxes levied for the years from and after 2009 for the payment of any Outstanding Indebtedness or of any Existing Interest Rate Exchange Agreement resulting from the issuance of the Bonds. None of the proceeds of the Bonds have been used for the refunding of Outstanding Indebtedness (other than the amount of \$151,541,000 of proceeds of the Series 2010C-1 Bonds used toward the payment, on January 26, 2011, of those general obligation commercial paper notes of the City described in the Series 2010C-1 Bonds Notification Of Sale), or for a payment under any Existing Interest Rate Exchange Agreement.

Pursuant to Section 12 of the Ordinance and to the application of \$14,035,449.92 of *L.C. Proceeds* (as defined in that certain ordinance approved by the City Council on June 3, 2009 authorizing the appropriation of termination proceeds from the Concession and Lease Agreement of Chicago Midway International Airport (the "*MDW Ordinance*")) as provided under Section 1(ii) of the MDW Ordinance to the payment of interest on the Series 2010B Bonds, please be further advised that the amount of the annual tax levy requirements for the payment of the principal of and interest on the Bonds will be less than the levy of taxes authorized in Section 7 of the Ordinance. Such amounts and the disposition of collections of the tax levy authorized in Section 7 of the Ordinance in excess of any amount required for the payment of the principal of and interest on the Bonds are specified in Schedule I attached hereto.

Respectfully submitted as of this 23rd day of March, 2011.



Gene R. Saffold
Chief Financial Officer

Schedule I
TAX ABATEMENT SCHEDULE

LEVY YEAR	AMOUNT OF TAX LEVIED IN BOND ORDINANCE	EXCESS LEVY TO BE ABATED	LEVY TO BE EXTENDED FOR THE BONDS
2010	\$150,000,000.00	\$150,000,000.00	\$ 0.00 ¹
2011	150,000,000.00	144,381,474.00	5,618,526.00 ²
2012	150,000,000.00	110,655,425.24	39,344,574.76
2013	150,000,000.00	110,655,425.24	39,344,574.76
2014	150,000,000.00	110,655,425.24	39,344,574.76
2015	150,000,000.00	110,655,425.24	39,344,574.76
2016	150,000,000.00	110,655,425.24	39,344,574.76
2017	150,000,000.00	110,655,425.24	39,344,574.76
2018	150,000,000.00	110,655,425.24	39,344,574.76
2019	150,000,000.00	110,655,425.24	39,344,574.76
2020	150,000,000.00	110,655,425.24	39,344,574.76
2021	150,000,000.00	110,655,425.24	39,344,574.76
2022	150,000,000.00	110,655,425.24	39,344,574.76
2023	150,000,000.00	110,655,425.24	39,344,574.76
2024	150,000,000.00	110,655,425.24	39,344,574.76
2025	150,000,000.00	110,655,425.24	39,344,574.76
2026	150,000,000.00	110,655,425.24	39,344,574.76
2027	150,000,000.00	110,655,425.24	39,344,574.76
2028	150,000,000.00	110,655,425.24	39,344,574.76
2029	150,000,000.00	59,410,425.24	90,589,574.76
2030	150,000,000.00	59,407,798.68	90,592,201.32
2031	150,000,000.00	59,405,634.04	90,594,365.96
2032	150,000,000.00	59,408,052.38	90,591,947.62
2033	150,000,000.00	59,405,731.04	90,594,268.96
2034	150,000,000.00	95,212,070.64	54,787,929.36
2035	150,000,000.00	96,228,780.60	53,771,219.40
2036	150,000,000.00	97,297,937.70	52,702,062.30
2037	150,000,000.00	98,421,307.24	51,578,692.76
2038	150,000,000.00	99,596,030.40	50,403,969.60
2039	150,000,000.00	150,000,000.00	0.00
2040	150,000,000.00	150,000,000.00	0.00
2041	150,000,000.00	150,000,000.00	0.00
2042	150,000,000.00	150,000,000.00	0.00
2043	150,000,000.00	150,000,000.00	0.00
2044	150,000,000.00	150,000,000.00	0.00
2045	150,000,000.00	150,000,000.00	0.00
2046	150,000,000.00	150,000,000.00	0.00
2047	150,000,000.00	150,000,000.00	0.00
2048	150,000,000.00	150,000,000.00	0.00
2049	150,000,000.00	150,000,000.00	0.00
2050	150,000,000.00	150,000,000.00	0.00

¹ This amount reflects a reduction of \$8,601,046.56 in taxes levied for Levy Year 2010 as a result of the application of an identical amount of termination proceeds from the Concession and Lease Agreement of Chicago Midway International Airport to the payment of interest on the Series 2010B Bonds pursuant to the MDW Ordinance.

² This amount reflects a reduction of \$5,434,403.36 in taxes levied for Levy Year 2011 as a result of the application of an identical amount of termination proceeds from the Concession and Lease Agreement of Chicago Midway International Airport to the payment of interest on the Series 2010B Bonds pursuant to the MDW Ordinance.

ACKNOWLEDGMENT OF FILING NOTIFICATION OF TAX ABATEMENT

The foregoing Notification of Tax Abatement of \$213,555,000 aggregate principal amount of General Obligation Bonds, Taxable Project Series 2010B (Build America Bonds – Direct Payment) and \$299,340,000 aggregate principal amount of General Obligation Bonds, Taxable Project Series 2010C-1 of the City of Chicago (the “City”) has been filed in my office as City Clerk of the City and is part of the official files and records of my office.

IN WITNESS WHEREOF, I have hereunto affixed my signature and caused to be affixed hereto the corporate seal of the City this 30th day of March, 2011.


Miguel del Valle, City Clerk

[Seal]