



CITY COUNCIL AGENDA ITEMS

To: Mayor and City Council
From: Dean Rich, Director of Finance
Walter Denton, City Administrator
Date: July 16, 2004
Subject: Ordinance Proposing the Establishment of Special Service Area Number Three
(Central Park Plaza # 1/Newbold BMW)

List of committees that have reviewed: Finance and Administration

Background: The City of O'Fallon is establishing a Special Service Area (SSA) for the improvement of a 5 Acre tract in Central Park Plaza to be know as Newbold BMW. The city will issue a SSA bond to cover the infrastructure cost (site preparation, paving, utilities and related cost) and levy a special tax on the property to cover the bond payments.

Legal Considerations, if any: Legal expenses of our bond attorney (Evans, Froehlich, Beth & Chamley) are covered in bond cost.

Budget Impact: All expenses are included in the bond cost. Indemnification, defense and hold harmless agreements with the developer further assure this is a no cost to the city project.

Staff recommendation: Staff recommends the Council establish SSA 3.