

Home Rule Volume Cap Allocation 2020

Illinois MCC Program

Tri-county River Valley Development Authority

Assist provides a grant to homebuyers



Utilizing a two-pronged approach to assist homebuyers, the program is sponsored by communities throughout the state to promote home ownership. The home buyer assistance feature of the Assist program provides families with funds to pay all or most of their closing costs and down payment, enabling families with good credit but little available capital to buy their home. The mortgage credit certificate (“MCC”) feature reduces the homebuyer’s ongoing cost of borrowing whenever market conditions result in uncompetitive interest rates for loans funded in the tax-exempt bond market.

Overview

- Communities join together through an Inter-governmental Cooperation Agreement
- Home rule communities may contribute private activity bond volume cap to support either a tax-exempt bond issuance or the MCC feature
- Non-home rule communities apply for volume cap from the State
- No financial contribution or commitment required from any participant
- Any Illinois municipality can participate

Loan Funding

- Loans are funded with proceeds of tax-exempt bonds or through the direct sale of taxable mortgage-backed securities based on the sale method providing the lowest interest rate
- The bonds and securities are sold at a premium, a price greater than their face amount, which provides funding for the home buyer assistance
- Proceeds are used to make the home loans and fund the assistance
- The bonds and securities are not a debt of the municipalities or paid from any participating community’s funds, and are secured only with loans on the homes purchased



PARTICIPATING COMMUNITIES

City of Aurora
 Village of Arlington Heights
 Village of Bartonville
 City of Belleville
 City of Belvidere
 Village of Bridgeview
 City of Champaign
 City of Charleston
 City of Collinsville
 City of Crest Hill
 Village of Creve Coeur
 City of Decatur
 City of East Moline
 City of East Peoria
 City of Edwardsville
 Village of Godfrey

Village of Justice
 City of LaSalle
 City of Lockport
 City of Loves Park
 Village of Machesney Park
 Village of Marquette Heights
 City of Mattoon
 Village of Mendota
 Village of Minooka
 Village of Montgomery
 City of Naperville
 Town of Normal
 City of Peoria
 City of Peoria
 Village of Peoria Heights

City of Princeton
 City of Rochelle
 City of Rockford
 Village of Rockton
 Village of Romeoville
 Village of Schaumburg
 Village of Shorewood
 City of South Beloit
 City of Springfield
 City of Urbana
 City of Washington
 City of Wood River
 Village of Yorkville

County of Boone
 County of Champaign
 County of Coles
 County of Cook
 County of DeKalb
 County of Kankakee
 County of Kendall
 County of Lake
 County of Macon
 County of Madison
 County of McLean
 County of Ogle
 County of Peoria
 County of Rock Island
 County of Tazewell
 County of Winnebago

Home Buyer Down Payment Assistance Program Loan Origination

City of Peoria, Peoria County II

Year	Number of Loans	Total loan values	Average loan size
2017	91	\$8,460,476	\$92,972
2018	78	\$7,173,418	\$91,966
2019	89	\$7,959,356	\$89,430

3 year average utilization \$7,864,416

3 year average loan size \$ 91,456

Tri-county River Valley Development Authority



*TRVDA can issue bonds for Manufacturing,
Senior Housing,
Not for Profit Companies,
Local Government
and much more*

A powerful Economic
Development Financing
Tool

For Peoria, Woodford and Tazewell Counties



Volume Cap Allocation \$3,695,740

Tri-county river valley development authority

- Industrial Revenue Bonds for Manufacturing Firms
- Senior Housing Bonds or Supportive Living Bond for Housing
- Not-for-Profit Bonds for YMCAs , Hospitals
- Public Facilities Bonds for Schools and units of government

Allocation Recommendation 2020

Fund Illinois Assist MCC Program

- Volume Cap 2020 \$11,695,740
- 3year used \$ 7,864,416
- 2020 Cap Allocation \$ 8,000,000
- above demand amt \$ 135,584

Funding TRVDA

- Volume Cap 2020 \$11,695,740
- Less IAssist funding \$ 8,000,000
- TRVDA Funding \$ 3,695,740