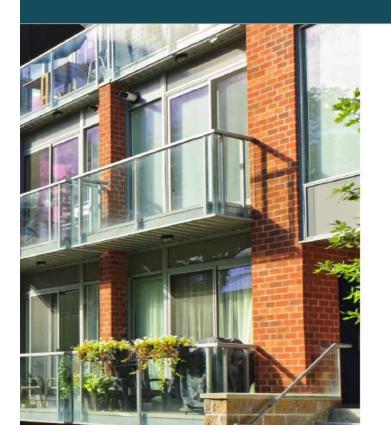
# Home Rule Volume Cap Allocation 2020

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 Pekin
City of Peoria
Village of Peoria

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



A powerful Economic Development Financing Tool



# 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 Funding TRVDA

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

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