

Ordinance 0021-20 – Special Assessments and Special Charges Interest

An ordinance to amend Chapter 90, Article II, Section 90-28, of the Municipal Code of the City of Racine, Wisconsin.

The Common Council of the City of Racine, Wisconsin, do ordain as follows:

Part 1: Chapter 90, Article II, Section 90-28(b)(3), is repealed and recreated as follows:

(3) The annual interest rate for all unpaid special assessment balances falling under subsections (1) and (2), above, will be 4.5% effective January 1, 2021, and adjusted effective the first of the year every five years thereafter as follows:

(1) The average interest rate on the City's most recent General Obligation Bond Issue immediately preceding January 1 of any year of adjustment will be calculated. Next, a 0.5 percent administrative charge shall be added to this rate. Finally, this total interest rate percentage shall be rounded down to the nearest 0.5 percent.

(2) For example: Average interest rate on General Obligation Refunding bonds, Series 2019B-4.07%+0.5% Administration Charge =4.57%=4.5%.

Part 2: Chapter 90, Article II, Section 90-28(c), is amended as follows:

The words "of eight percent" shall be deleted and the words "as defined in section (b)(3)" shall be substituted therefor.

Part 3: This ordinance shall take effect upon passage by a majority vote of the members-elect of the City of Racine Common Council and publication or posting as required by law.