Interoffice - Memorandum

To: Judith C Boyko, Township Administrator

From: Kenneth Keim, Finance and Information Technology Director

Date: February 21, 2014

RE: **REQUISITION ITEM: PECK, SHAFFER & WILLIAMS LLP, $4,000.00, ARBITRAGE REBATE CALCULATIONS FOR VARIOUS BONDS**

The Internal Revenue Service requires an issuer of tax exempt bonds to complete and file arbitrage rebate calculations every five years until a time when the project funds from an individual issuance have been completely expended.

The intent of the required filing, as defined by sections 148(a) and 148(f) of the Internal Revenue Code, is to prohibit a tax exempt issuer from capitalizing on and profiting from the tax exemption. Furthermore, the required reporting incentivizes an issuer to complete projects in a timely manner.

The following issuances in 2009 are due for rebate calculations:

- Resolution 10-2009 authorized for $2,450,000 for the West Chester 75. CBD TIF
- Resolution 11-2009 authorized for $700,000 for CHAPPCO. 747 TIF
- Resolution 12-2009 authorized for $2,015,000 for Real Estate- JEDD. UCB TIF
- Resolution 13-2009 authorized for $1,525,000 for Beckett Park Improvements. 747 TIF
- Resolution 14-2009 authorized for $1,210,000 for UCB Widening. UCB TIF
- Resolution 15-2009 authorized for $1,110,000 for Fire Truck. UCB TIF
- Resolution 16-2009 authorized for $9,010,000, for Various Purpose Bonds, Series 2009.

Peck, Shaffer & Williams LLP will calculate the arbitrage rebate and complete the required report so the Township may be compliant with the regulations. The expenditure will be allocated 48.1% UCB TIF for $1,922.14 and 24.7% 747 TIF for $989.99 and 27.2% CBD TIF for $1,087.87 per the VP 2009 issuance.

Thank you for your consideration.

Agenda Items: Items Over $2500.00

Trustee Meeting: 2/25/14

PURCHASE ORDER	S140607		
VENDOR:	PECK, SHAFFER & WILLIAMS LLP		
TOTAL ENCUMBRANCE	**$4,000.00**		
ACCOUNT	217-0000-5311-000-000000		
	2009 VP BONDS ARBITAGE REBATE	PRICE	$1,087.87
ACCOUNT	218-0000-5311-000-000000		
	2009 VP BONDS ARBITAGE REBATE	PRICE	$1,922.14
ACCOUNT	219-0000-5311-000-000000		
	2009 VP BONDS ARBITAGE REBATE	PRICE	$989.99