

RESOLUTION NO. 012813-1

A RESOLUTION ENDORSING THE FEDERAL TAX EXEMPT STATUS OF MUNICIPAL BONDS BY THE CITY OF ABILENE, KANSAS

WHEREAS, a Federal proposal has recently been made that the U.S. Congress adopt legislation deemed to be detrimental to tax-exempt bond financing;

WHEREAS, such recent proposal will specifically limit the extent to which holders of municipal bonds may receive the most favorable U.S. income tax treatment;

WHEREAS, state and local governments and municipally-owned and operated utilities, rely on tax-exempt bonds to finance infrastructure improvements;

WHEREAS, removing the tax-exempt status of municipal bonds will increase the borrowing costs of municipalities, which will have the effect of a tax increase for local taxpayers when local projects are undertaken; and

WHEREAS, the City of Abilene provides services to the citizens of the City of Abilene that benefit from infrastructure financed by tax-exempt bonds.

NOW, THEREFORE BE IT RESOLVED, the City Commission of the City of Abilene, calls upon the Congressional delegation of the State of Kansas to oppose efforts to advance proposed legislation as described herein.

PASSED AND APPROVED by the Governing Body of the City of Abilene, Kansas, this January 14, 2013.



Penny Soukup, City Clerk
Penny Soukup, City Clerk

CITY OF ABILENE, KANSAS

By: *Dennis P. Weishaar*
Dennis P. Weishaar, Mayor