



SOUTH SUBURBAN MAYORS & MANAGERS ASSOCIATION

Senator Mark Kirk
524 Hart Senate Office Building
Washington, DC 20510

March 24, 2016

Dear Senator Kirk,

On behalf of the South Suburban Mayors and Managers Association, I respectfully request that you support S 1802/HR 4216, the "Consumer and Financial Choice and Capital Markets Protection Act of 2015," which is currently under consideration before the Senate Banking, Housing, and Urban Affairs Committee. This bipartisan measure is crucial to preserving the livelihood of our local governments and their ability to access cost-efficient financing for essential infrastructure projects.

I am concerned that recent changes made by the Securities Exchange Commission (SEC) pertaining to Money Market Funds and net asset values (NAV) will hurt Illinois' schools, colleges, and local governments. When these changes go into effect in October 2016, Money Market Funds will become less attractive to investors, which in turn will limit the amount of Money Market Funds purchasing these tax-exempt bonds. The results will be higher interest rates that drive up the cost of local infrastructure projects.

These funds currently provide high-quality, short-term debt that the City of Chicago and other local communities rely on to finance public works projects such as: roads, bridges, and water and sewer treatment facilities. Illinois' infrastructure needs are dire enough without another barrier to their undertaking.

The changes proposed come at a time when we are already struggling to find and utilize resources. The need for stable financing for infrastructure projects in Illinois has never been greater.

S 1802/HR 4216 is a rational approach to help preserve this market for investors and local governments, while still ensuring adequate safeguards and regulation. Thank you for your time and consideration to this matter.

Sincerely,

A handwritten signature in black ink that reads "Ed Paesel".

Edward W. Paesel
Executive Director

Beecher
Blue Island
Burnham
Calumet City
Calumet Park
Chicago Heights
Country Club Hills
Crestwood
Crete
Dixmoor
Dolton
East Hazel Crest
Flossmoor
Ford Heights
Glenwood
Harvey
Hazel Crest
Homewood
Lansing
Lynwood
Markham
Matteson
Midlothian
Mokena
Monee
Oak Forest
Olympia Fields
Orland Hills
Orland Park
Park Forest
Peotone
Phoenix
Posen
Richton Park
Riverdale
Robbins
Sauk Village
South Chicago Heights
South Holland
Steger
Summit
Thornton
Tinley Park
University Park