
**THE CITY OF BLUE ISLAND
COOK COUNTY, ILLINOIS**

**ORDINANCE
NUMBER 2019-004**

**AN ORDINANCE RATIFYING THE ISSUANCE OF
THE \$500,000 TAX ANTICIPATION WARRANTS OF THE
CITY OF BLUE ISLAND, ILLINOIS**

**DOMINGO F. VARGAS, Mayor
Randy Heuser, City Clerk**

**DEXTER JOHNSON
LETICIA VIEYRA
NANCY RITA
TOM HAWLEY
BILL FAHRENWALD
CANDACE CARR
KENNETH PITTMAN**

**GEORGE POULOS
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KEVIN DONAHUE
ALECIA SLATTERY
JANICE OSTLING
JAIRO FRAUSTO
NANCY THOMPSON**

Aldermen

ORDINANCE NO. 2019-004

AN ORDINANCE RATIFYING THE ISSUANCE OF THE \$500,000 TAX ANTICIPATION WARRANTS OF THE CITY OF BLUE ISLAND, ILLINOIS

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF BLUE ISLAND, ILLINOIS, AS FOLLOWS:

Section 1. The terms, conditions and form of the \$500,000 Tax Anticipation Warrant (the "Warrants") authorized under Ordinance No. 2018-064 passed December 11, 2018 shall be as set forth in the form of Warrant attached hereto as Exhibit A. The issuance of the Warrants is hereby ratified bearing interest at the rate of 3.70%. The City shall supply a bond counsel opinion to the effect that the interest on the Warrants is tax-exempt and that that the City has properly designated the Warrants as "qualified tax-exempt obligations" pursuant to Section 265(b)(3) of the Internal Revenue Code of 1986.

Section 2. The City hereby covenants that the issuance of the Warrants will be in an amount which does not exceed the greatest cumulative cash flow deficit occurring between the date hereof and September 30, 2019, determined by treating a reasonable working capital reserve not exceeding 5% of operating expenditures for the previous fiscal year as unavailable each day. "Cumulative cash flow deficit" means, as of the date of computation, the excess of the expenses paid during the period beginning on the issue date and ending on such computation date that would ordinarily be paid out of or financed by taxes or other revenues, over the aggregate "available amounts" (other than from proceeds of the Warrants) during such period for payment of expenses. "Available amounts" means amounts that may be used by the City for working capital expenditures of the type being financed by the Warrants without legislative or judicial

action and without a legislative, judicial, or contractual requirement that those amounts be reimbursed.

The City will maintain its Tax Collection Account (being Account No. 0450021947) at Beverly Bank & Trust Company N.A., Chicago, Illinois (the "Purchaser") for as long as there is principal or interest due on the Warrants. The City authorizes the Purchaser to debit the Tax Collection Account for principal and interest payments upon 1-day notice to the Director of Finance and Administration without any further authorization or notice to the City. The Tax Collection Account is hereby pledged to the payment of the Warrants. All such moneys shall immediately be subject to the lien of such pledge without any physical delivery or further act and the lien of such pledge shall be valid and binding as against all parties having claims of any kind in tort, contract or otherwise against the City irrespective of whether such parties have notice thereof. In the event that the Tax Collection Account is no longer maintained at the Purchaser, no further Warrants will be issued and the principal balance of the Warrants then outstanding shall become immediately due and payable.

The City specifically authorizes the Purchaser to debit the Tax Collection Account on April 15, 2019 for \$250,000 principal and outstanding interest, and on September 30, 2019 for the remaining principal and outstanding interest.

The City further covenants that it will not take any action, omit to take any action, or permit the taking or omission of any action, within its control (including, without limitation, making or permitting any use of the proceeds of the Warrants) if taking, permitting, or omitting to take such action would cause any of the Warrants to be an arbitrage bond or a private activity bond within the meaning of the Internal Revenue Code of 1986 or would otherwise cause the

interest on the Warrants to be included in the gross income of the Purchaser thereof for federal income tax purposes.

Section 3. The provisions of this ordinance are hereby declared to be severable, and if any section, phrase or provision shall for any reason be declared to be invalid, such declaration shall not affect the validity of the remainder of the sections, phrases or provisions.

Section 4. All ordinances, resolutions and orders, or parts thereof, including Ordinance No. 2018-064, in conflict therewith are to the extent of such conflict hereby superseded; and this ordinance shall be in full force and effect immediately upon its passage, approval and publication as provided by law.

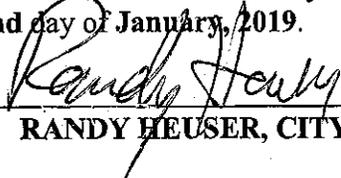
ADOPTED this 22nd day of January, 2019, pursuant to a roll call vote as follows:

	YES	NO	ABSENT	PRESENT	ABSTAIN
Alderman Hawley	X				
Alderman Poulos	X				
Alderman Vieyra	X				
Alderman Bilotto	X				
Alderman Rita	X				
Alderman Donahue	X				
Alderman Carr	X				
Alderman Slattery	X				
Alderman Ostling	X				
Alderman Pittman	X				
Alderman Johnson	X				
Alderman Frausto			X		
Alderman Thompson			X		
Alderman Fahrenwald	X				
Mayor Vargas					
TOTAL	12		2		

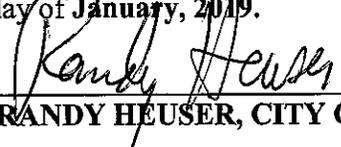
APPROVED by the Mayor on January 22, 2019.


 DOMINGO F. VARGAS
 MAYOR OF THE CITY OF BLUE ISLAND,
 COUNTY OF COOK AND STATE OF ILLINOIS

ATTESTED and Filed in my office this
 22nd day of January, 2019.


 RANDY HEUSER, CITY CLERK

PUBLISHED in pamphlet form this
 22nd day of January, 2019.


 RANDY HEUSER, CITY CLERK

STATE OF ILLINOIS)
)
COUNTY OF COOK) ss.

CERTIFICATE

I, Randy Heuser, certify that I am the duly elected and acting Municipal Clerk of the City of Blue Island of Cook County, Illinois.

I further certify that on **January 22, 2019** the Corporate Authorities of such municipality passed and approved Ordinance No. **2019 - 004** entitled: **AN ORDINANCE RATIFYING THE ISSUANCE OF THE \$500,000 TAX ANTICIPATION WARRANTS OF THE CITY OF BLUE ISLAND, ILLINOIS.**

Which provided by its terms that it should be published in pamphlet form.

The pamphlet form of Ordinance No. **2019 – 004** including the Ordinance and a cover sheet thereof, was as prepared, and a copy of such Ordinance posted in the municipal building commencing **January 22, 2019** and continuing for at least ten days thereafter. Copies of such Ordinance were also available for public inspection upon request in the office of the municipal clerk.

DATED at Blue Island, Illinois, this **22nd** day of **January, 2019.**

(SEAL)



Municipal Clerk

EXHIBIT A

Number: 1

\$ 500,000

UNITED STATES OF AMERICA, STATE OF ILLINOIS, COOK COUNTY
CITY OF BLUE ISLAND
2018 TAX ANTICIPATION WARRANT

Interest Rate: 3.70%

Maturity Date: 09/30/2019

Dated Date: 01/16/2019

Registered Owner: BEVERLY BANK & TRUST COMPANY N.A.
10258 S. Western Avenue, Chicago, IL 60463

Principal Amount: FIVE HUNDRED THOUSAND DOLLARS (\$500,000)

The CITY OF BLUE ISLAND, a municipal corporation of the State of Illinois located in the County of Cook, acknowledges itself indebted and for value received hereby promises to pay to the registered owner of this Warrant, or registered assigns, the principal amount specified above on the maturity date specified above, and to pay interest on such principal amount from the date hereof at the interest rate per annum specified above, computed on the basis of a 360-day year consisting of twelve 30 day months and payable in lawful money of the United States of America on April 15, 2019 and September 30, 2019 to the registered owner of record hereof by debiting an account maintained at the registered owner. This Warrant, as to principal and premium, if any, when due, will be payable in lawful money of the United States of America upon presentation and surrender of this Warrant at the office of the City Treasurer (the "Warrant Registrar"). This Warrant is payable in the numerical order of its issuance solely from the tax for general corporate purposes for tax year 2018 against which it is issued and shall be received by any collector of taxes in payment of the tax against which it is issued. This Warrant is a valid and legally binding limited obligation of the City payable exclusively from the receipts derived from the levy and collection of the taxes for tax year 2018 levied for general corporate purposes.

This Warrant, without further notice, is subject to mandatory redemption at a price of par and accrued interest, without premium, on the dates and in the amounts as follows:

Dates of Mandatory Redemption	Principal Amount
04/15/2019	\$250,000

This Warrant is one of a series of Warrants issued in anticipation of taxes levied for tax year 2018 to be collected in calendar year 2019, to provide a fund to meet and defray necessary expenses of the City for general corporate purposes and issued in the aggregate principal amount of \$500,000, which are authorized and issued under and pursuant to Illinois Municipal Code, 65 ILCS 5/1-1-1, *et seq.*, and the Local Government Debt Reform Act, 30 ILCS 350/1, *et seq.*, and under and in accordance with Ordinance No. 2018-064 passed by the City Council and approved by the Mayor on December 11, 2018.

This Warrant is subject to optional redemption on any date prior to maturity at the option of the City, in whole or in part, upon not less than 5-days' e-mail notice, at a redemption price equal to the principal amount thereof to be redeemed, plus accrued interest to the date of redemption.

This Warrant is transferable in whole only upon such registration books by the registered owner hereof in person, or by his attorney duly authorized in writing, upon surrender hereof at the office of the Warrant Registrar

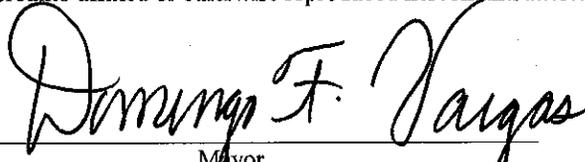
together with a written instrument of transfer satisfactory to the Warrant Registrar duly executed by the registered owner or by his duly authorized attorney. The City and the Warrant Registrar may treat and consider the person in whose name this Warrant is registered as the absolute owner hereof for the purpose of receiving payment of, or on account of, the principal and interest due hereon and for all other purposes whatsoever.

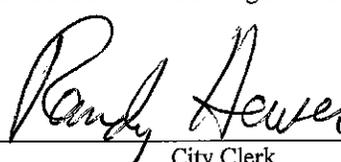
This Warrant shall not be valid or become obligatory for any purpose until the certificate of authentication hereon shall have been duly executed by the Warrant Registrar.

The City has designated the Warrants as "qualified tax-exempt obligations" pursuant to Section 265(b)(3) of the Internal Revenue Code of 1986.

It is hereby certified, recited and declared that all acts, conditions and things required to be done, exist and be performed precedent to and in the issuance of this Warrant in order to make it a legal, valid and binding obligation of the City have been done, exist and have been performed in regular and due time, form and manner as required by law; that the total amount of such Warrants and all general obligation tax anticipation notes issued for the payment of expenses for the aforesaid purposes and based upon said tax levy does not exceed eighty five percent (85%) of the tax levy for general corporate purposes made therefor; that the total amount of general obligation notes and tax anticipation warrants of any kind of the City, issued under any of the laws of the State of Illinois applicable thereto, outstanding for the fiscal year in which this Warrant is issued does not exceed 85% of the taxes levied in the year 2018 for extension and collection in the year 2019; and that the series of Warrants of which this Warrant is one, together with all other indebtedness of the City, is within every debt or other limit prescribed by law.

IN WITNESS WHEREOF, the City of Blue Island has caused this Warrant to be executed in its name and on its behalf by the manual or facsimile signature of its Mayor, and its corporate seal, or a facsimile thereof, to be hereunto affixed or otherwise reproduced hereon and attested by the manual or facsimile signature of its City Clerk.


Mayor


City Clerk

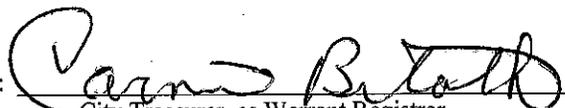
Date of Authentication: January 16, 2019

CERTIFICATE
OF
AUTHENTICATION

Warrant Registrar
and Paying Agent:

City Treasurer,
City of Blue Island

This Warrant is one of the Warrants of the issue described in the within mentioned Ordinance.

By: 
City Treasurer, as Warrant Registrar