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

**RESOLUTION
NUMBER 2016-007**

**A RESOLUTION CREATING A REPAYMENT PLAN FOR FUNDS
DUE TO TIF 2 AND TIF 3 FROM CORPORATE FUND.**

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

**1st Ward TOM HAWLEY
2nd Ward LETICIA VIEYRA
3rd Ward NANCY RITA
4th Ward CANDACE CARR
5th Ward JANICE OSTLING
6th Ward DEXTER JOHNSON
7th Ward NANCY THOMPSON**

**GEORGE POULOS
FRED BILOTTO
KEVIN DONAHUE
ALECIA SLATTERY
KENNETH PITTMAN
JAIRO FRAUSTO
JAMES JOHANSON**

Aldermen

RESOLUTION NO. 2016-007

**A RESOLUTION CREATING A REPAYMENT PLAN FOR FUNDS DUE TO
TIF 2 AND TIF 3 FROM CORPORATE FUND**

WHEREAS, on October 27, 1992, the City Council of the City (City Council) passed and adopted Ordinance No. 92-929 entitled “An Ordinance Approving the City of Blue Island, Illinois Tax Increment Redevelopment Plan and Project No. 2”, Ordinance No. 92-930 entitled “An Ordinance Designating the City of Blue Island, Illinois South Industrial Area Tax Increment Redevelopment Project Area No. 2” and an Ordinance No. 92-931 entitled “An Ordinance Adopting Tax Increment Financing For the City of Blue Island, Illinois” and

WHEREAS, the City Council has amended said ordinances to incorporate certain changes including authority granted pursuant to Public Act 099-0495 (effective December 17, 2015) and by the Act to extend the term through December 31, 2028, said date being December 31 of the year in which the payment to the municipal treasurer, pursuant to the Act, is to be made with respect to ad valorem taxes levied in the 35th calendar year occurring after adoption of the Ordinance which establishes the Redevelopment Project Area, under which the City may retire obligations issued in connection therewith;

WHEREAS, certain fund are due to and owing TIF 2 and TIF 3 from the corporate general fund;

WHEREAS, the City will declare an annual surplus of \$150,000 (“Declared Annual Surplus”) and the Declared Annual Surplus will be distributed to the effected taxing bodies within TIF 2, including the City;

WHEREAS, a surplus exists when there is adequate TIF District fund increments to meet the Declared Annual Surplus and there has been no natural disaster or terrorist attacked of the like

which adversely impacts the equalized assessed value of property in the TIF District or demolishes property in the TIF District; and

WHEREAS, a repayment plan is required to reconcile the funds due to TIF 2 and TIF 3 from the corporate general account;

NOW BE IT RESOLVED by the City Council of the City of Blue Island, County of Cook, and State of Illinois:

That the Corporate Authorities hereby find that all of the recitals hereinbefore stated as contained in the preambles to this Resolution are full, true, and correct and do hereby, by reference, incorporate and make them part of this Resolution as legislative findings.

That the City Council hereby authorizes the repayment of funds due to TIF 2 and TIF 3 from the City's distribution of surplus funds of \$150,000 as identified herein, such amount to be shared equally between TIF 2 and TIF 3.

That such TIF repayment plan shall continue until the amount of funds due to TIF 2 and TIF 3 shall be paid in full, or until the expiration of the respective TIF.

That the officers, employees, and/or agents of the City are authorized to and shall take all action necessary or reasonably required by the City to carry out, give effect to, and consummate the intent of this Resolution

That this Resolution shall be effective and in full force immediately upon passage and approval.

ADOPTED this 22nd day of March, 2016, pursuant to a roll call vote as follows:

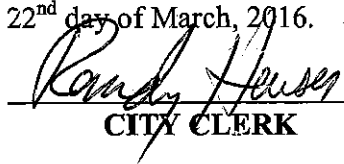
	YES	NO	ABSENT	PRESENT	ABSTAIN
Alderman Hawley	X				
Alderman Poulos	X				
Alderman Vieyra	X				
Alderman Bilotto	X				
Alderman Rita	X				
Alderman Donahue	X				
Alderman Carr	X				
Alderman Slattery	X				
Alderman Ostling	X				
Alderman Pittman	X				
Alderman Johnson			X		
Alderman Frausto	X				
Alderman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

APPROVED by the Mayor on March 22, 2016.



MAYOR OF THE CITY OF BLUE ISLAND,
COUNTY OF COOK AND STATE OF ILLINOIS

ATTESTED and Filed in my office this
22nd day of March, 2016.



CITY CLERK

STATE OF ILLINOIS)
) SS
COUNTY OF COOK)

CERTIFICATION

I, RANDY HEUSER, DO HEREBY CERTIFY that I am the duly elected City Clerk of the City of Blue Island, Illinois and as such City Clerk of the City of Blue Island, Illinois, I am the keeper of the minutes and records of the proceedings of the City Council of said City and have in my custody the Resolutions and books of the records of said City.

I DO FURTHER CERTIFY that the attached and foregoing is a true and correct copy of that certain RESOLUTION: **A RESOLUTION CREATING A REPAYMENT PLAN FOR FUNDS DUE TO TIF 2 AND TIF 3 FROM CORPORATE FUND.**


RESOLUTION NO. 2016 – 0007 Which was adopted at a regular meeting of the City Council of the City of Blue Island 13 Aldermen were present; that at said meeting, on motion duly made and seconded that said Resolution do pass and upon the roll being called the vote of each Alderman present on the question of the passage of said Resolution was duly and separately taken by Ayes and Nays and his name and vote recorded in the minutes of the Proceedings of said City Council; that it appears from such recorded that 13 Aldermen Aye, 0 Aldermen Abstain, 1 Aldermen Absent and 0 Aldermen voted Nay.

I DO FURTHER CERTIFY that said Resolution was deposited in my Office on the **22nd day of March, 2016.**

I DO FURTHER CERTIFY that the original Resolution of which the foregoing is a true copy is entrusted in my care for safe keeping, and that I am the lawful keeper of the same.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the Corporate Seal of the City of Blue Island aforesaid, at the said City in the County and State aforesaid, the **22nd day of March, 2016.**

CORPORATE SEAL



City Clerk



Resolution Creating a Repayment Plan for Funds Due to TIF 2 and TIF 3 from Corporate Fund

I. Introduction/Purpose

Since the establishment of the TIF accounts, there have been some funds transferred to the Corporate Fund that have not been paid back. This is a number that shows on our audit as a liability for the Corporate Fund.

II. Discussion/Highlights

On the audits, there has been a management letter that comes with it. The auditors have to give an opinion and recommendation in regards to not having a repayment plan in place for the TIF funds that were transferred but not repaid. This also is something granting agencies, i.e. IEPA, look at when determining if we would receive financial help.

III. Conclusion/Recommendation

TIF 2 was extended for another 12 years, as a part of that agreement with all the other taxing bodies, \$150,000 of the increment in TIF 2 would be divided equally amongst all the taxing bodies in TIF 2, in regards to how much percentage they were to receive on the tax bill. Those funds, once remitted to the agency, are considered General Fund revenues. Because the City is one of those taxing bodies on the tax bill in that area, the City would receive its portion back of the \$150,000. With that money, the repayment plan would be for 50% of those funds to go to TIF 2 and the other 50% to go to TIF 3 to establish a repayment plan. This is something that has never been done, it would clean up the audit for future financing opportunities, and it also does not take away any general fund revenues that we currently count on. This was, in my opinion when I thought of it, the best option for the City to clean up some of the major audit opinions that come from the management letter, without hurting the current general fund revenues.