

Request for Board Action

REFERRED TO BOARD: September 11, 2017

AGENDA ITEM NO: 12

ORIGINATING DEPARTMENT: Administration

SUBJECT: Consideration of a Resolution approving a term sheet for a major user within the IDI industrial park

SUMMARY AND BACKGROUND OF SUBJECT MATTER:

In February 2009, the Village designated the Antioch Corporate Center Redevelopment Project as a Tax Increment Financing Area. Additionally, the Village issued a Non-Recourse Redevelopment Note for \$2,500,000 with an interest rate of 9% to Industrial Developments International, Inc. (IDI). The Village pledged 50% of the tax increment to reimburse IDI for costs to install a water tower and to extend the watermain from Route 173 to the industrial park.

The Village of Antioch has been selected by a major corporation for location of a new factory in the Antioch Corporate Center. An incentive made available through the amendment of the existing TIF has been offered and the major corporation is not reasonably expected to proceed without said incentive. The terms that outline the incentive and other arrangements between the Village and the major corporation are summarized in the attached term sheet.

Staff recommends approval of the resolution.

FINANCIAL IMPACT: approximately 15 million of TIF funds.

DOCUMENTS ATTACHED:

1. Resolution
2. Term Sheet

RECOMMENDED MOTION:

Move to approve a resolution approving a term sheet for a major user within the IDI industrial park

RESOLUTION 2017 - _____

**A RESOLUTION APPROVING A TERM SHEET
FOR A MAJOR USER WITHIN THE IDI INDUSTRIAL PARK**

WHEREAS, a major corporation has entered into discussions with the Mayor and Village Staff pursuant to the directions and general oversight of the Village Board, and

WHEREAS, the corporation wishes to remain anonymous at this point in time, but wishes to secure the formal consent of the Village Board to the general terms of an incentive package that will be extended to it in consideration of the significant investment it intends to make in the IDI Industrial Park within the Village and in consideration of the jobs that will follow that investment, and

WHEREAS, the Village Board has reviewed the attached Term Sheet, which has been negotiated with the corporation, and has been reviewed by the Mayor, Staff and Village Attorney, all of whom recommend that the same be considered for adoption, and

WHEREAS, the Village Board wishes to extend appropriate incentives to companies wishing to make significant investments in the community in order to more fully secure the benefits of the financial security and economic development offered by the siting of a major corporation within the Village as well as the jobs that would also become available to citizens of the Village, and

WHEREAS, the Village Board, being fully informed in the premises finds that entering into the attached Term Sheet is an appropriate and wise use of the public funds entrusted to it and a sound economic incentive to offer in consideration of the benefits that will come from such an investment,

NOW THEREFORE, BE IT RESOLVED by the Village of Antioch, Lake County, Illinois, as follows:

SECTION ONE: The Mayor and Clerk are directed and authorized to execute the attached Term Sheet, and to take all steps necessary to implement the program described therein, with final action to be taken later upon further approvals as required by law by the Village Board.

SECTION TWO: This resolution shall take effect immediately upon passage.

**PASSED BY THE BOARD OF TRUSTEES OF THE VILLAGE OF ANTIOCH, ILLINOIS,
ON THIS ____ DAY OF _____, 2017.**

ATTEST:

LAWRENCE M. HANSON, MAYOR

LORI K. ROMINE, VILLAGE CLERK