

VILLAGE OF LOMBARD
REQUEST FOR BOARD OF TRUSTEES ACTION
For Inclusion on Board Agenda

 X Resolution or Ordinance (Blue) *Waiver of First Requested*
 Recommendations of Boards, Commissions & Committees (Green)
 Other Business (Pink)

TO: PRESIDENT AND BOARD OF TRUSTEES

FROM: Scott Niehaus, Village Manager

DATE: August 5, 2015 (COW)(B of T) August 13, 2015

TITLE: Resolution authorizing a Tolling Agreement with the Illinois Metropolitan Investment Fund

SUBMITTED BY: Timothy Sexton, Director of Finance

BACKGROUND/POLICY IMPLICATIONS:

The Village of Lombard has been a member of the Illinois Metropolitan Investment Fund (IMET) since its inception in 1996. IMET provides an option for investing Village funds. In September 2014, we were notified that IMET had invested in a loan that turned out to be fraudulent. IMET had approximately \$50 million invested in this fraudulent loan (about 2.8% of the Convenience Fund assets). While there are still numerous proceedings moving forward with recovering assets related to this fraud, the attached tolling agreement reserves the Village's rights to pursue legal action against IMET in the future. At this point, it is too early to tell if legal action would be needed. However, it is in the Village's best interest to reserve the rights of legal action. Therefore, staff requests that the Village Board approve the attached resolution authorizing the Village President to sign the attached Tolling Agreement with IMET.

Review (as necessary):

Village Attorney X	_____	Date	_____
Finance Director X	<i>Timothy Sexton</i>	Date	<i>8/5/15</i>
Village Manager X	<i>Scott Niehaus</i>	Date	<i>8/5/15</i>

NOTE: All materials must be submitted to and approved by the Village Manager's Office by 12:00 noon, Wednesday, prior to the Agenda Distribution.