

VILLAGE OF LOMBARD
REQUEST FOR BOARD OF TRUSTEES ACTION

For Inclusion on Board Agenda

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

TO: PRESIDENT AND BOARD OF TRUSTEES

FROM: Scott Niehaus, Village Manager

DATE: August 28, 2019 (COW)(B of T) September 5, 2019

TITLE: Proceeds from the Sale of 101 S. Main St. – Policy Options

SUBMITTED BY: Timothy Sexton, Director of Finance

BACKGROUND/POLICY IMPLICATIONS:

The Finance and Administration Committee reviewed the attached memo at their meeting on August 14, 2019. The Committee prefers a blend of Option 1 – Mirror Policy on Year-End Revenues Over Expenditures (Waterfall), and Option 7 – TIF Replacement/Economic Incentive, because it will help pay down pension liabilities and provide some flexibility for the future if needed. They recommended that \$1 million go through the waterfall (Option 1) and the remaining amount (expected to be approximately \$500,000 less closing costs) be set aside for potential replacement of current TIF funding and/or to be used for a potential economic incentive as needed throughout the Village.

The Finance and Administration Committee voted unanimously to recommend that the Village Board of Trustees approve allocating \$1 million of the proceeds through the waterfall (Option 1) and the remaining balance will be set aside for potential replacement of current TIF funding and/or to be used for an economic incentive as needed throughout the Village. The Committee will review any funds that remain set aside after two years.

Review (as necessary):

Village Attorney X _____	Date _____
Finance Director X <u>Timothy Sexton</u>	Date <u>8/28/19</u>
Village Manager X <u>Scott Niehaus</u>	Date <u>8/28/19</u>

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.